

FEDERAL BUREAU OF INVESTIGATION
FOI/PA
DELETED PAGE INFORMATION SHEET
FOI/PA# 1341497-0

Total Deleted Page(s) = 25
Page 170 ~ Referral/Direct;
Page 171 ~ Referral/Direct;
Page 172 ~ Referral/Direct;
Page 173 ~ Referral/Direct;
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Page 228 ~ Referral/Direct;
Page 229 ~ Referral/Direct;
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X No Duplication Fee X
X For this Page X
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UNITED STATES GOVERNMENT

Memorandum

TO : DIRECTOR, FBI

~~SECRET~~

DATE: 11/7/78

FROM : LEGAT, MANILA

SUBJECT: AUSTRALIAN ROYAL COMMISSION OF INQUIRY
INTO DRUGS (ARCID)

FPC
MAN 163-354

FRANK NUGAN;

[redacted] dba
Nugan Hand International;
Nugan Hand Bank;
NUGAN GROUP
FPC
MAN 163-357

178

b6
b7C

APPROPRIATE AGENCIES
AND FIELD OFFICES
ADVISED BY ROUTING
SLIP(S) OF CLASS
DATE 1-4-80
CLASSIFIED AND
EXTENDED BY... SP2 TAT/dmb
DECLASSIFICATION 1-7-2008
1-3-80

Enclosed herewith for the Bureau are 6 copies of a page
captioned "Nugan Hand International."

Also enclosed for the Bureau for transmittal to Honolulu
is one copy of surveillance photo of [redacted]

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On 10/20/78 [redacted]

[redacted] advised that in connection with their responsibilities to

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- 6 - Bureau (Enc. 7) ENCLOSURE
(1-Foreign Liaison Unit)
(2-Honolulu)
(1-Norfolk) (Info)
1 - Hong Kong (Info) (Enc. 1)
2 - Manila

GFE:jmp
(9)

DECLASSIFIED BY 6383 VRT/AD
ON 4-21-82

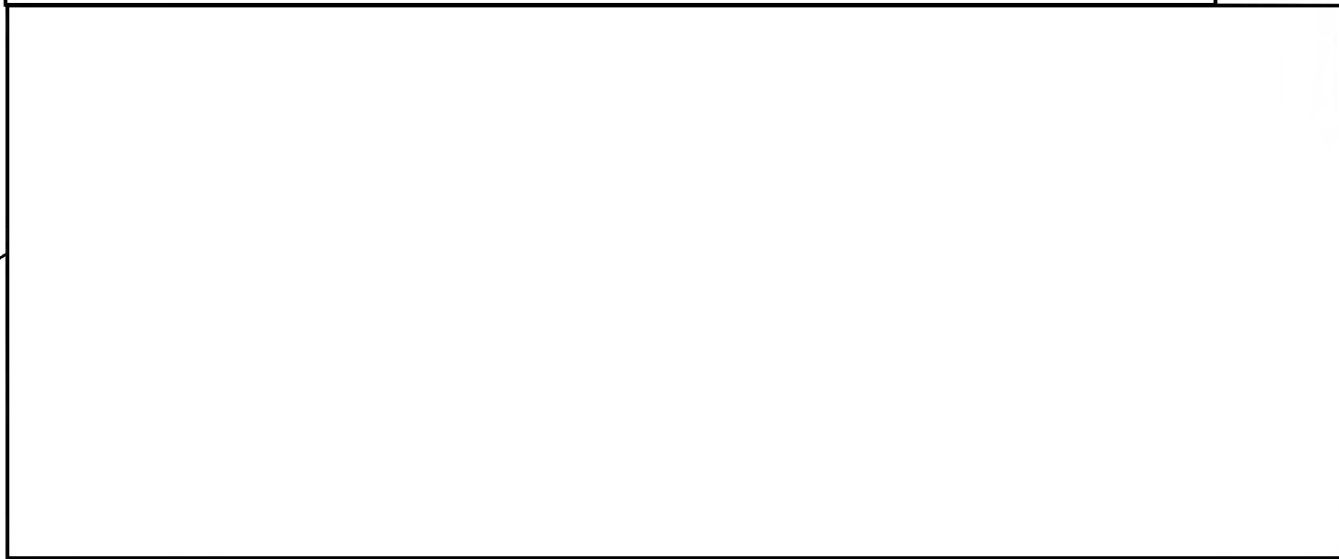
308.506

Per H-1 Memo Lines

~~SECRET~~

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MAN 163-354; MAN 163-357



REQUEST OF THE BUREAU

The Bureau is requested to



HONOLULU

At Honolulu, Hawaii

~~SECRET~~

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MAN 163-354; MAN 163-357

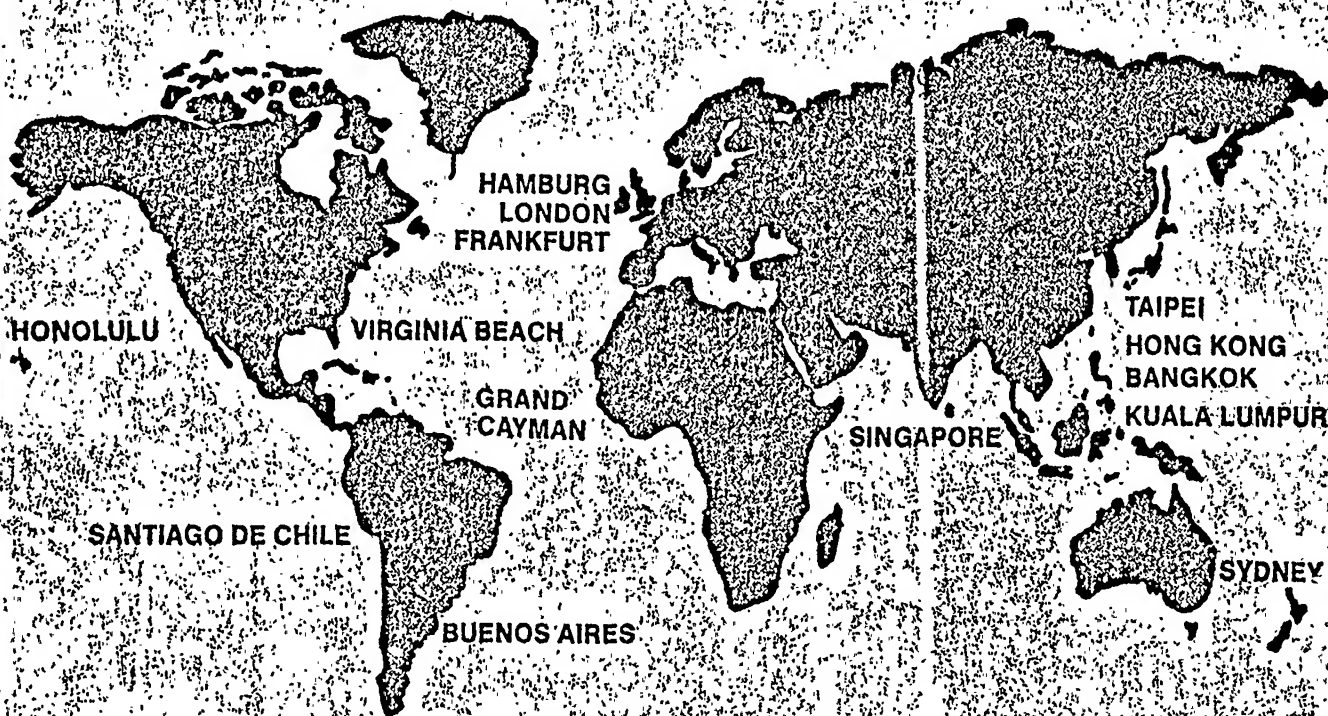
Will attempt to further

Manila expects to obtain additional background information on in the near future *SH*

~~SECRET~~

Nugan Hand International

The Nugan Hand International Group provides personalised, professional services for corporations, institutions and business people.



Australia—

Nugan Hand Limited
8 Fl., Bennelong House
55 Macquarie Street
Sydney, Australia
Tel: 27 3311 Telex: 27127

OVERSEAS ASSOCIATES:

Hong Kong—

Nugan Hand (Hong Kong) Limited
Nugan Hand Bank,
Representative Office
1110 Connaught Centre
Hong Kong
Tel: 5-262321 Telex: 83499

Germany—

Nugan Hand Bank Representative Office
Mainzer Landstr.
49, D-6000 Frankfurt Am Main, Germany
Tel: 232-790 Telex: 7722413

F. A. Neubauer Bank (est. 1841)

Neuer Wall 25, 2000 Hamburg 11, Germany
Tel: (040) 365-855/365-856
Telex: 2161750 Cable: fanbank

Nugan Hand Bank

4 Fl., Bank of Nova Scotia Building, Grand Cayman,
British West Indies. Tel: 92997/92648 Telex: CP302

Singapore—

Nugan Hand Singapore (Pte.) Ltd
Suite 806, Ocean Building, Collyer Quay,
Singapore 1
Tel: 917-255 Telex: 24157

Malaysia—

Nugan Hand (Malaysia) Sdn. Bhd.
10 Fl., Oriental Plaza, Jalan Parry,
Kuala Lumpur 04-01
Tel: 209-258/201-734 Telex: 30641

Thailand—

Nugan Hand (Thailand) Limited
1010 Dusit Thani Building, Rama IV Road,
Bangkok, Thailand
Tel: 233-0407 Telex: 2314

Taipei—

Nugan Hand Inc.
1106 Shin Tai Bldg.
106-2 Chung Shan N. Rd., Sec 2,
Taipei
Taiwan R.O.C.
Tel: 551-0450, 561-2642
Telex: 11079 DAMEX

Chile—

Nugan Hand (Chile) Inc.
Casilla 15051, Correo 11, Santiago de Chile
Tel: 42056/383130 Telex: 40607
Cable: goycoc

Argentina—

Nugan Hand (Argentina) Inc.
108, 88th Street, Virginia Beach,
Argentina
Tel: 320989/329824

U.S.A. Virginia—

Nugan Hand Bank, Representative Office
108, 88th Street, Virginia Beach,
Virginia 23451, U.S.A.
Tel: (804) 422-5559

U.S.A. Hawaii—

Nugan Hand Inc.
4910 Kahala Avenue, Honolulu,
Hawaii 96816, U.S.A.
Tel: (808) 732-6000



PRIVATE BANKERS

SPS 110M 5 SEP 80

6383 100 100

4-21-80

300, 500

FEDERAL BUREAU OF INVESTIGATION
Records Branch

, 19

☐ Name Searching Unit, 4543 JEH-FBI Bldg.☐ Service Unit, 4654 JEH-FBI Bldg.☐ Forward to File Review☐ Attention☐ Return to

Supervisor

Room

Ext.

Type of Search Requested:

☐ Restricted Search **Not** Applied☒ All Reference (Subversive & Nonsubversive)☐ Subversive Search☐ Nonsubversive Search☐ Main References Only

DEC 11 1978

Special Instructions:

☐ Restricted to Locality of☐ Exact Name Only (On the Nose)☐ Buildup☐ VariationsSubject Mugan, Frank

Birthdate & Place

Address

Localities

R#

Date

Searcher

Initials

Prod.

FILE NUMBER

SERIAL

I

163-456121

A-11

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,566
DATE 2/15/90 BY SP5C10ms

FBI/DOJ

FEDERAL BUREAU OF INVESTIGATION
Records Branch

_____, 19____

☐ Name Searching Unit, 4543 JEH-FBI Bldg.☐ Service Unit, 4654 JEH-FBI Bldg.☐ Forward to File Review☐ Attention _____☐ Return to _____

Supervisor

Room

Ext.

Type of Search Requested:

☐ Restricted Search **Not** Applied☒ All Reference (Subversive & Nonsubversive)☐ Subversive Search☐ Nonsubversive Search☐ Main _____ References Only

DEC 11 1978

Special Instructions:

☐ Restricted to Locality of _____☐ Exact Name Only (On the Nose)☐ Buildup☐ VariationsSubject Nugan Hand Incorporated

Birthdate & Place _____

Address _____

Localities _____

R# _____

Date

12-7

Searcher

Initials

404

Prod. _____

FILE NUMBER

SERIAL

163-456121

H++.

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED 308,506

FBI/DOJ

DATE 2/15/90 BY SP5A LDMs

FEDERAL BUREAU OF INVESTIGATION
Records Branch

_____, 19____

- ☐ Name Searching Unit, 4543 JEH-FBI Bldg.
☐ Service Unit, 4654 JEH-FBI Bldg.
☐ Forward to File Review
☐ Attention _____
☐ Return to _____

Supervisor _____ Room _____ Ext. _____

Type of Search Requested:

- ☐ Restricted Search **Not** Applied
☒ ~~AM~~ Reference (Subversive & Nonsubversive)
☐ Subversive Search
☐ Nonsubversive Search
☐ Main _____ References Only

Special Instructions:

- ☒ Restricted to Locality of _____
☐ Exact Name Only (On the Nose)
☐ Buildup ☐ Variations

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Subject _____

Birthdate & Place _____

Address _____

Localities _____

R# _____

Date

12-7

Searcher

Initials

404

Prod. _____

FILE NUMBER

SERIAL

I 162-45612-1

H-1

63-0-41561

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED 308,506

FBI/DOJ

DATE 2/15/90 BY SP5clloms

19

- ☐ Name Searching Unit, 4543 JEH-FBI Bldg.
☐ Service Unit, 4654 JEH-FBI Bldg.
☐ Forward to File Review
☐ Attention _____
☐ Return to _____
- | Supervisor | Room | Ext. |
|------------|------|------|
| | | |

☐ Restricted Search **Not** Applied
☒ All Reference (Subversive & Nonsubversive)
☐ Subversive Search
☐ Nonsubversive Search
☐ Main _____ References Only

Nonsubversive)
DEC 11 1978

☐ Restricted to Locality of _____
☐ Exact Name Only (On the Nose)
☐ Buildup ☐ Variations

Subject Nugan Hand International
Birthdate & Place _____
Address _____

Localities _____

R# _____ Date 12-7 Searcher _____
Initials 404
Prod. _____

FILE NUMBER

SERIAL

163-45612 z H.H.

ALL INFORMATION CONTAINED

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308, 506

FBI/DOJ

DATE 2/15/90 BY SP5CJL/pms

FEDERAL BUREAU OF INVESTIGATION

Records Branch

_____, 19____

☐ Name Searching Unit, 4543 JEH-FBI Bldg.☐ Service Unit, 4654 JEH-FBI Bldg.☐ Forward to File Review☐ Attention _____☐ Return to _____

Supervisor

Room

Ext.

Type of Search Requested:☐ Restricted Search **Not** Applied☒ All Reference (Subversive & Nonsubversive)☐ Subversive Search☐ Nonsubversive Search☐ Main _____ References Only

DEC 1 119

Special Instructions:☐ Restricted to Locality of _____☐ Exact Name Only (On the Nose)☐ Buildup☐ VariationsSubject Nugan Hand Bank

Birthdate & Place _____

Address _____

Localities _____

R# _____

Date

12-7

Searcher

Initials

404

Prod. _____

FILE NUMBER

SERIAL

1 163-45612 I 111

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED 308,506

FBI/DOJ

DATE 2/15/90 BY SP5C110MS

. 19

- ☐ Name Searching Unit, 4543 JEH-FBI Bldg.
☐ Service Unit, 4654 JEH-FBI Bldg.
☐ Forward to File Review
☐ Attention _____
☐ Return to _____
- | Supervisor | Room | Ext. |
|------------|------|------|
| | | |

☐ Restricted Search **Not** Applied
☒ ~~All~~ Reference (Subversive & Nonsubversive)
☐ Subversive Search
☐ Nonsubversive Search
☐ Main _____ References Only 1978

☐ Restricted to Locality of _____
☐ Exact Name Only (On the Nose)
☐ Buildup ☐ Variations

Subject Nagan, Groux
Birthdate & Place _____
Address _____

Localities _____

R# _____ Date 12-7 Searcher Initials 4704
Prod. _____

FILE NUMBER

SERIAL

163-25612 I A-H.

ALL INFORMATION CONTAINED

FORM 10 UNCLASSIFIED 308,504

C.I. 2/15/90 BY SP5C110mS

FBI/DOJ

FEDERAL BUREAU OF INVESTIGATION
Records Branch

_____, 19____

☐ Name Searching Unit, 4543 JEH-FBI Bldg.☐ Service Unit, 4654 JEH-FBI Bldg.☐ Forward to File Review☐ Attention _____☐ Return to _____

Supervisor

Room

Ext.

Type of Search Requested:

☐ Restricted Search **Not** Applied☐ All Reference (Subversive & Nonsubversive)☐ Subversive Search☐ Nonsubversive Search☐ Main _____ References Only

DEC 1 11978

Special Instructions:

☐ Restricted to Locality of _____☐ Exact Name Only (On the Nose)☐ Buildup☐ VariationsSubject Dugan Hand Limited

Birthdate & Place _____

Address _____

Localities _____

R# _____

Date

12-7

Searcher

Initials

404

Prod. _____

FILE NUMBER

SERIAL

I

163-45612

I

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I

87-0-9028

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED 308,506

FBI/DOJ

DATE 2/15/96 BY SP5C110ms

HN 163-307

~~SECRET~~

It was determined from [redacted]
[redacted] that the information in the LHM may be disseminated
to a foreign government. *vu*

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

In Reply, Please Refer to
File No.

Honolulu, Hawaii

December 19, 1978

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FRANK NUGAN:

Doing Business As
Nugan Hand International,
Nugan Hand Bank;
NUGAN GROUP

} 1/2

The State of Hawaii General Excise Tax Branch, Honolulu, Hawaii, lists Nugan Hand, Inc., care of Hawaiian Trust, Ltd., Post Office Box 3170, Honolulu, Hawaii, 96802, as having license to do business in the State of Hawaii as of August 5, 1974. The current business license was issued February 3, 1978. Copies of the State of Hawaii Department of Regulatory Agencies, Business Registration Division, Honolulu, Hawaii, papers concerning Nugan Hand, Inc., are attached. There was no record found at the Department of Regulatory Agencies for Nugan Hand International. u

The 1978 City Directory for Honolulu, Hawaii, lists Frank Nugan as President and [redacted] [redacted] Nugan Hand, Inc., with an address of 111 South King Street, Honolulu, telephone number 525-7520. u

The Hawaiian Trust Company, Ltd., is located at 111 South King Street, Honolulu. Telephone number [redacted] is for [redacted] Hawaiian Trust Company. u

The City Directory lists the [redacted] named in the enclosed papers as [redacted] American Trust of Hawaii, 841 Bishop Street, Honolulu, Hawaii. u

The current City Directory for Honolulu lists [redacted] Honolulu, as "retired." The Honolulu telephone directory lists an [redacted] [redacted] Honolulu, with telephone number [redacted] u

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

1-3-80
2/15/90

SP2 TAP
SP5 CIL/MS/amb

ENCLOSURE

163-4561-2

RE: FRANK NUGAN:

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[REDACTED]
NUGAN GROUP

[REDACTED]
located at [REDACTED]

lists [REDACTED]

[REDACTED] as retired from [REDACTED]

[REDACTED] No other information regarding [REDACTED] is
available to the public. u

For Domestic Profit Corporations

FILING FEE \$10.00

STATE OF HAWAII
DEPARTMENT OF REGULATORY AGENCIES
Business Registration Division
1010 Richards Street
Mailing Address: P. O. Box 40, Honolulu, Hawaii 96810

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b7C

MAKE REMITTANCE PAYABLE
TO: DEPARTMENT OF
REGULATORY AGENCIES
Your Cancelled Check Is
Your Receipt

A M E N D E D
ANNUAL CORPORATION EXHIBIT

OF

Corporate Name (NUGAN HAND, INC.) SWISS-PACIFIC, INC.

DEC 27 1977

DEPT. OF REGULATORY AGENCIES
STATE OF HAWAII

Mailing Address 111 South King St., Honolulu, Hawaii 96813 For Year Ended June 30 1977
Month Day Year

Authorized Capital

Class	Shares	Par Share	Par Total
Common	376,365	\$ 1.00	\$ 376,365.00
		\$	\$
		\$	\$

Paid-In Capital

(Cannot Exceed Authorized Capital)

Class	Shares	Amount
Common	276,365	\$ 376,365.00
		\$
		\$

Officers and directors:

Office Held	Name in Full	Social Security Number	Residence Address
President,	Francis John Nugan	None	8th Flr., 55 Macquarie St
Secretary &			Sydney N.S.W., Australia
Treasurer			2000

	None	8th Flr., 55 Macquarie St
		Sydney, N.S.W., Australia
		2000

Directors: (minimum 3)—At least one-third must be residents of Hawaii.

Francis John Nugan	None	8th Flr., 55 Macquarie St
		Sydney, N.S.W., Australia
		2000

	None	8th Flr., 55 Macquarie St
		Sydney, N.S.W., Australia
		2000

1. Date of incorporation: August 1, 1974 General Excise Tax Number: 1011838
2. Nature of corporate business: Investment Bankers
3. Business Code Number (as shown on Federal Corporation Income Tax Return): 99-0158843
4. Total value of assets as shown on balance sheet. \$ 709,646.00
5. Total liabilities as shown on balance sheet. (do not include capital) \$ None
6. Gross income received. \$ 4,571.00
7. Dividends paid. (See Note 1) Cash \$ None Stock \$ None
8. CAPITAL STOCK: (See Note 2)

Issued during the period (125,945 shares preferred stock at \$ 1.00 par value
(None shares common stock at \$ N/A par value

Consideration received for stock issued during the period (\$None cash
(\$None value of property
(\$125,945.00 from prior paid-in capital surplus

Distribution of consideration received (\$125,945.00 to capital
(\$None to paid-in capital (surplus)

Acquired during the period (None shares preferred stock
(None shares common stock

Consideration paid for acquired stock (\$None cash

Amended

Note 1: Dividends may be authorized and paid only from the profits and retained earnings (earned surplus) pursuant to the provisions of Section 416-91, Hawaii Revised Statutes.

Note 2: Section 485-8, provides that it shall be unlawful to offer or sell any security unless the security is exempt from registration, or unless the security is sold in an exempt transaction, or unless the security has been registered with the Commissioner of Securities of the State of Hawaii.

Note 3: Treasury stock may be acquired only pursuant to the provisions of Section 416-28.

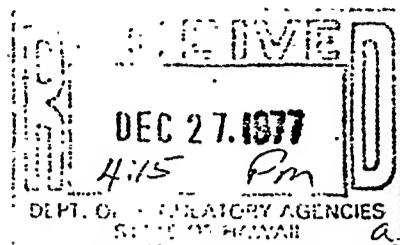
(Continued on Reverse Side)

File Number 1580

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,506
DATE 3/5/90 BY SP5C110MS

Filing fee is 20 cents per \$1000
increase, minimum fee \$20

STATE OF HAWAII
DEPARTMENT OF REGULATORY AGENCIES
Business Registration Division
1010 Richards Street
Mailing Address: P. O. Box 40, Honolulu, Hawaii 96810



In the matter of the increase of
the authorized capital stock of

NUGAN HAND, INC.

(Corporate Name)

CERTIFICATE RE INCREASE OF AUTHORIZED CAPITAL STOCK

The undersigned duly authorized officers of the captioned Hawaii corporation, being first duly sworn under oath, depose and affirm as follows:

(line out inapplicable statement)

A. ~~That at a special meeting of the stockholders of said corporation duly called for the purpose of increasing the authorized capital stock and held at _____ on the _____ day of _____, 19____, it was voted by the holders of _____ shares out of _____ shares outstanding and having voting power to increase the authorized capital stock as set forth in paragraph C.~~

B. That all of the stockholders of the corporation entitled to vote have consented in writing, in lieu of a meeting, to increase the authorized capital stock as set forth in paragraph C.

C. The shareholders have approved the increase of the authorized capital stock of said corporation from \$ 376,365.00 to \$ 707,565.00 common by authorizing the issuance of 331,200 new shares of the par value of \$ 1.00 each, and/or from \$ N/A to \$ N/A preferred by authorizing the issuance of N/A new shares of the par value of \$ N/A each.

And in compliance with the requirements of law, the undersigned officers further depose and affirm:

D. That the present authorized capital stock of said corporation is \$ 376,365.00 common and \$ None preferred;

E. That the amount to which the capital stock of said corporation may be increased under its articles of incorporation is \$ 10,000,000.00 common and \$ None preferred, being \$ 10,000,000.00 in the aggregate;

F. That not less than ten percent of the total authorized capital stock as increased has been paid in, in cash or property.

(It must be stated in paragraph F that not less than ten percent of the total authorized capital stock as increased has been paid in, in cash or property, or that the corporation holds cash or property of a value equal to ten percent of the total authorized capital stock as

JOHN HEATH OF AUSTRALIA
STATE OF NEW SOUTH WALES
CITY OF SYDNEY
CONSULATE GENERAL OF THE
UNITED STATES OF AMERICA

Subscribed and sworn to before me this
9th day of December, 19 77

Joseph P. Malone
Notary Public American Consul
Honolulu, Hawaii

My Commission expires: X X X

Office Held: PRESIDENT

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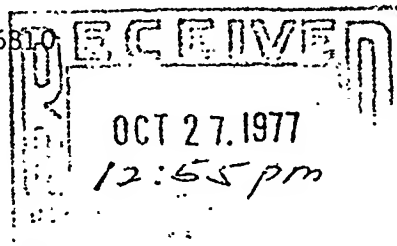
Change of Corporate Name
Profit

Make two separate checks as follows:
Department of Regulatory Agencies Fee \$12.00
Bureau of Conveyance Fee \$2.00

STATE OF HAWAII
DEPARTMENT OF REGULATORY AGENCIES
Business Registration Division
1010 Richards Street

Mailing Address: P. O. Box 40, Honolulu, Hawaii 96810

In the Matter of the Amendment of
the Articles of Incorporation of
/SWISS-PACIFIC, INC.



CERTIFICATE OF AMENDMENT

The undersigned duly authorized officers of SWISS-PACIFIC, INC.
a Hawaii corporation, do hereby certify as follows:

(line out inapplicable statement)

~~A. That at a special meeting of the stockholders of said corporation
duly called for the purpose of changing the name of the corporation
and held at _____ on the _____ day of _____
19____, it was voted by the holders of _____
shares out of _____ shares of stock issued, outstand-
ing, and having voting power, to amend the Articles of Incorporation
by deleting the name " _____"
" _____" wherever it appears in the Articles of
Incorporation, and inserting in lieu thereof the name " _____".~~

B. That all of the stockholders of the corporation entitled to vote
have consented in writing, in lieu of a meeting, to amend the
Articles of Incorporation by deleting the name "SWISS-PACIFIC,
INC." wherever it appears
in the Articles of Incorporation, and inserting in lieu thereof the
name "NUGAN HAND, INC."

IN WITNESS WHEREOF, the undersigned have hereunto set their hands this
14th day of October, 1977.

FILING FEE, CAPITAL \$ 10.00
CERTIFICATION _____ Copies _____
TOTAL \$ _____

Office held: President/Secretary/
Treasurer: _____

STATE OF HAWAII)
CITY & COUNTY OF HONOLULU) ss.

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FRANCIS JOHN NUGAN and _____ being first duly sworn
on oath depose and say that they are the Pres./Sec./Treas. and _____
respectively, of SWISS-PACIFIC, INC.;
that as such officers they are duly authorized to sign the foregoing Certificate
of Amendment; and that they have read the said Certificate, know the contents
thereof, and that the same are true.

Office held: Pres./Sec./Treas.

Subscribed and sworn to before me this
14th day of October, 1977.

Notary Public, 1st Judicial Circuit
State of Hawaii

My Commission expires: 4-4-80
(See reverse side for instructions)

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,506
DATE 3/5/90 BY SP5/10ms

RECORDATION REQUEST

DEPARTMENT OF REGULATORY AGENCIES
BUSINESS REGISTRATION DIVISION
ISSUE RECEIPT TO:

[Redacted Box]

AFTER RECORDATION, RETURN TO:

DEPARTMENT OF REGULATORY AGENCIES
BUSINESS REGISTRATION DIVISION

RETURN BY: MESSENGER

77-101404

STATE OF HAWAII
BUREAU OF CONVEYANCES
RECORDED
LIBER 12535 PG 490

77 NOV 3 AM: 25

Charles F. [Signature]
REGISTRAR

STATE OF HAWAII
DEPARTMENT OF REGULATORY AGENCIES
HONOLULU

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CERTIFICATE FOR FILING WITH THE REGISTRAR OF THE BUREAU
OF CONVEYANCES OF THE STATE OF HAWAII AS REQUIRED
BY SECTION 416-23, HAWAII REVISED STATUTES

I, the undersigned Director of Regulatory Agencies of the State of Hawaii, do hereby certify that pursuant to an amendment to the Articles of Incorporation of SWISS-PACIFIC, INC. a Hawaii corporation, the name of the said corporation was changed to NUGAN HAND, INC.

Further, I do hereby certify that I have determined that such change in the name of said corporation is not in conflict with the provisions of Section 416 12, Hawaii Revised Statutes.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the Department of Regulatory Agencies, at Honolulu, this 2nd day of November, 1977.

[Redacted Box]

Profit

Department of Regulatory Agencies Fee \$10.00
Bureau of Conveyance Fee \$2.00

STATE OF HAWAII
DEPARTMENT OF REGULATORY AGENCIES

Business Registration Division
1010 Richards Street

Mailing Address: P. O. Box 40, Honolulu, Hawaii 96810

RECEIVED
BUSINESS REGISTRATION
DIVISION

FEB 14 12 43 PM '77

DEPARTMENT OF
REGULATORY AGENCIES
STATE OF HAWAII

27.149 In the Matter of the Amendment of
the Articles of Incorporation of

NUGAN HAND, INC.

CERTIFICATE OF AMENDMENT

The undersigned duly authorized officers of NUGAN HAND, INC.

, a Hawaii corporation, do hereby certify as follows:

(line out inapplicable statement)

~~A. That at a special meeting of the stockholders of said corporation
duly called for the purpose of changing the name of the corporation
and held at _____ on the _____ day of
_____, 19____, it was voted by the holders of
_____ shares out of _____ shares of stock issued, outstand-
ing, and having voting power, to amend the Articles of Incorporation
by deleting the name " "
" wherever it appears in the Articles of
Incorporation, and inserting in lieu thereof the name " ".~~

B. That all of the stockholders of the corporation entitled to vote
have consented in writing, in lieu of a meeting, to amend the
Articles of Incorporation by deleting the name "NUGAN
HAND, INC." wherever it appears
in the Articles of Incorporation, and inserting in lieu thereof the
name "SWISS-PACIFIC, INC.".

IN WITNESS WHEREOF, the undersigned have hereunto set their hands this
_____ day of _____, 19____.

COMMONWEALTH OF AUSTRALIA
STATE OF NEW SOUTH WALES
CITY OF SYDNEY
STATE SECRETARY OF THE
STATE OF HAWAII
IN STATE OF AMERICA

ss.

ss.

Francis John Nugan and _____ being first duly sworn
on oath depose and say that they are the President and _____
respectively, of Nugan Hand, Inc.;
that as such officers they are duly authorized to sign the foregoing Certificate
of Amendment; and that they have read the said Certificate, know the contents
thereof, and that the same are true.

FILING FEE, CAPITALS _____ \$ 10.00
CERTIFICATION _____ Copies _____ \$ _____
TOTAL _____ \$ _____

Subscribed and sworn to before me this
7th day of January, 1977.

Joseph P. Malone, American Consul

Notary Public, _____

State of Hawaii

My Commission expires: X X X

(See reverse side for instructions)

Rev. 8/72

1010Aa 0141

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 3/5/90 BY SP5CLOMS

RECORDATION REQUEST

DEPARTMENT OF REGULATORY AGENCIES
BUSINESS REGISTRATION DIVISION
ISSUE RECEIPT TO:

AFTER RECORDATION, RETURN TO:

DEPARTMENT OF REGULATORY AGENCIES
BUSINESS REGISTRATION DIVISION

RETURN BY: MESSENGER

77- 14649

STATE OF HAWAII
BUREAU OF CONVEYANCES
RECEIVED FOR RECORD
LIBER 12026 PG 54
1977 FEB 18 PM 12:01

Char. Neumann III
REGISTRAR

STATE OF HAWAII
DEPARTMENT OF REGULATORY AGENCIES
HONOLULU

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b7C

CERTIFICATE FOR FILING WITH THE REGISTRAR OF THE BUREAU
OF CONVEYANCES OF THE STATE OF HAWAII AS REQUIRED
BY SECTION 416-23, HAWAII REVISED STATUTES

I, the undersigned Director of Regulatory Agencies of the State of Hawaii, do hereby certify that pursuant to an amendment to the Articles of Incorporation of NUGAN HAND, INC. a Hawaii corporation, the name of the said corporation was changed to SWISS-PACIFIC, INC.

Further, I do hereby certify that I have determined that such change in the name of said corporation is not in conflict with the provisions of Section 416-12, Hawaii Revised Statutes.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the Department of Regulatory Agencies, at Honolulu, this 17th day of February, 1977.

Filing fee is 20 cents per \$1000
increase, minimum fee \$20

STATE OF HAWAII
DEPARTMENT OF REGULATORY AGENCIES
Business Registration Division
1010 Richards Street
Mailing Address: P. O. Box 40, Honolulu, Hawaii 96810

FEB 11 1977
11:58 AM
DEPT. OF REGULATORY AGENCIES
STATE OF HAWAII

In the matter of the increase of
the authorized capital stock of

NUGAN HAND, INC.
(Corporate Name)

CERTIFICATE RE INCREASE OF AUTHORIZED CAPITAL STOCK

The undersigned duly authorized officers of the captioned Hawaii corporation, being first duly sworn under oath, depose and affirm as follows:

(line out inapplicable statement)

- A. ~~That at a special meeting of the stockholders of said corporation duly called for the purpose of increasing the authorized capital stock and held at _____, 19____, it was voted by the holders of _____ shares out of _____ shares outstanding and having voting power to increase the authorized capital stock as set forth in paragraph C.~~
- B. That all of the stockholders of the corporation entitled to vote have consented in writing, in lieu of a meeting, to increase the authorized capital stock as set forth in paragraph C.
- C. The shareholders have approved the increase of the authorized capital stock of said corporation from \$250,420.00 to \$376,365.00 common by authorizing the issuance of 125,945 new shares of the par value of \$ 1.00 each, and/or from \$ N/A to \$ N/A preferred by authorizing the issuance of N/A new shares of the par value of \$ N/A each.

And in compliance with the requirements of law, the undersigned officers further depose and affirm:

- D. That the present authorized capital stock of said corporation is \$ 250,420.00 common and \$ None preferred;
- E. That the amount to which the capital stock of said corporation may be increased under its articles of incorporation is \$ 10,000,000.00 common and \$ None preferred, being \$ 10,000,000.00 in the aggregate;
- F. That not less than ten percent of the total authorized capital stock as increased has been paid in, in cash or property.

(It must be stated in paragraph F that not less than ten percent of the total authorized capital stock as increased has been paid in, in cash or property, or that the corporation holds cash or property of a value equal to ten percent of the total authorized capital stock as increased.)

STATE OF AUSTRALIA
STATE OF NEW SOUTH WALES
CITY OF SYDNEY
CONSULATE GENERAL OF THE
UNITED STATES OF AMERICA

S.S.

Subscribed and sworn to before me this

7th day of January 19 77

Notary Public Joseph P. Malone

American Consul

Office held: resident

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My Commission expires: XXX

25000064

25000064

Filing fee is 20 cents per \$1000 increase, minimum fee \$20

STATE OF HAWAII
DEPARTMENT OF REGULATORY AGENCIES
Business Registration Division
1010 Richards Street
Mailing Address: P. O. Box 40, Honolulu, Hawaii 96810

RECEIVED

AUG 6 1975

11:19 am

DEPARTMENT OF REGULATORY
AGENCIES
STATE OF HAWAII

In the matter of the increase of
the authorized capital stock of

NUGAN HAND, INC.
(Corporate Name)

CERTIFICATE RE INCREASE OF AUTHORIZED CAPITAL STOCK

The undersigned duly authorized officers of the captioned Hawaii corporation, being first duly sworn under oath, depose and affirm as follows:

(line out inapplicable statement)

A. ~~That at a special meeting of the stockholders of said corporation duly called for the purpose of increasing the authorized capital stock and held at _____ on the _____ day of _____, 19____ it was voted by the holders of _____ shares out of _____ shares outstanding and having voting power to increase the authorized capital stock as set forth in paragraph C.~~

B. That all of the stockholders of the corporation entitled to vote have consented in writing, in lieu of a meeting, to increase the authorized capital stock as set forth in paragraph C.

C. The shareholders have approved the increase of the authorized capital stock of said corporation from \$ 244,150.00 to \$ 250,420.00 common by authorizing the issuance of 6,270 new shares of the par value of \$ 1.00 each, and/or from \$ N/A to \$ N/A preferred by authorizing the issuance of N/A new shares of the par value of \$ N/A each.

And in compliance with the requirements of law, the undersigned officers further depose and affirm:

D. That the present authorized capital stock of said corporation is \$ 244,150.00 common and \$ None preferred;

E. That the amount to which the capital stock of said corporation may be increased under its articles of incorporation is \$ 10,000,000.00 common and \$ None preferred, being \$ 10,000,000.00 in the aggregate;

F. That not less than ten percent of the total authorized capital stock as increased has been paid in, in cash or property.

(It must be stated in paragraph F that not less than ten percent of the total authorized capital stock as increased has been paid in, in cash or property, or that the corporation holds cash or property of a value equal to ten percent of the total authorized capital stock as increased.)

Subscribed and sworn to before me this

29 day of July, 19 75.

William H. Tienken
William H. Tienken, Consul of the United States of
Notary Public, _____ Judicial Circuit, America.
State of Hawaii

My commission expires: xxx

Office held: President

Filing fee is 20 cents per \$1000
increase, minimum fee \$20

27109

STATE OF HAWAII
DEPARTMENT OF REGULATORY AGENCIES
Business Registration Division
1010 Richards Street
Mailing Address: P. O. Box 40, Honolulu, Hawaii 96810

RECEIVED
SEP 16 1974
3:22 pm
DEPARTMENT OF REGULATORY
AGENCIES
STATE OF HAWAII

In the matter of the increase of
the authorized capital stock of

NUGAN HAND, INC.
(Corporate Name)

CERTIFICATE RE INCREASE OF AUTHORIZED CAPITAL STOCK

The undersigned duly authorized officers of the captioned Hawaii corporation, being first duly sworn under oath, depose and affirm as follows:

(line out inapplicable statement)

- A. ~~That at a special meeting of the stockholders of said corporation duly called for the purpose of increasing the authorized capital stock and held at _____ on the _____ day of _____, 19____, it was voted by the holders of _____ shares out of _____ shares outstanding and having voting power to increase the authorized capital stock as set forth in paragraph C.~~
- B. That all of the stockholders of the corporation entitled to vote have consented in writing, in lieu of a meeting, to increase the authorized capital stock as set forth in paragraph C.
- C. The shareholders have approved the increase of the authorized capital stock of said corporation from \$1,000.00 to \$244,150.00 common by authorizing the issuance of 243,150 new shares of the par value of \$1.00 each, and/or from \$ N/A to \$ N/A preferred by authorizing the issuance of N/A new shares of the par value of \$ N/A each.

And in compliance with the requirements of law, the undersigned officers further depose and affirm:

- D. That the present authorized capital stock of said corporation is \$1,000.00 common and \$ None preferred;
- E. That the amount to which the capital stock of said corporation may be increased under its articles of incorporation is \$10,000,000.00 common and \$ None preferred, being \$10,000,000.00 in the aggregate;
- F. That not less than ten percent of the total authorized capital stock as increased has been paid in, in cash or property.

COMMONWEALTH OF AUSTRALIA
STATE OF NEW SOUTH WALES
CITY OF SYDNEY
CONSULATE GENERAL OF THE
UNITED STATES OF AMERICA

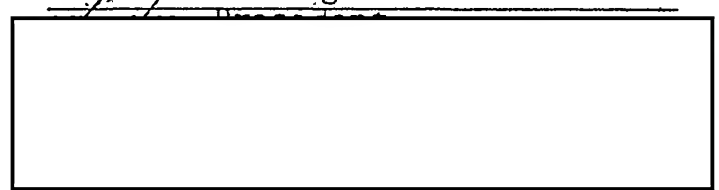
Paragraph F that not less than ten percent of the total authorized capital stock as increased has been paid in, in cash or property, or that the corporation holds cash or property of a value equal to ten percent of the total authorized capital stock as increased.

Subscribed and sworn to before me this 9th
day of September, 19 74.

Alta Fowler
Alta Fowler

Notary Public, _____
Consul of the United States of America
at Sydney, Australia

Francis John Nugan



27.149

DEPARTMENT OF REGULATORY AGENCIES
STATE OF HAWAII

In the Matter of the Incorporation)
of)
NUGAN HAND, INC.)
.....)
_____)

RECEIVED
AUG 2 1974
DEPARTMENT OF REGULATORY
AGENCIES
STATE OF HAWAII

ARTICLES OF INCORPORATION

and

AFFIDAVIT

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Of Counsel

Honolulu, Hawaii 96813
Attorney for Incorporators

ARTICLES OF INCORPORATION

OF

NUGAN HAND, INC.

August 2, 1974

1,000. 50.-

KNOW ALL MEN BY THESE PRESENTS:

That we, [REDACTED]

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[REDACTED] having united and associated ourselves together to form a corporation under the laws of the State of Hawaii, do hereby agree to the following Articles of Incorporation, that is to say:

1. The name of the corporation, hereinafter called the "Corporation", shall be NUGAN HAND, INC.

2. The location and principal office address of the Corporation is and shall be Financial Plaza of the Pacific, 4th Floor Bank Bldg., 111 So. King St., Honolulu, Hawaii, with branch offices at such other places within said State and elsewhere in the United States of America, including territories and possessions thereof and in foreign countries as the business of the Corporation may from time to time require and as the Board of Directors of the Corporation in its discretion may designate.

3. The purposes of the Corporation or the objects for which it is organized are:

(a) To engage in the business of investment bankers, industrial loan companies, money lenders, investment companies, investment consultants, underwriters, guarantors and to deal in and make loans upon commercial or business paper and to lend money upon the security of real and personal property, goods, wares and merchandise of any kind or kinds, to make loans and

to discount contracts, promissory notes, commercial paper, debentures and securities of every kind and nature and carry out all lawful operations and transactions of the investment business.

(b) To borrow money for any business, object or purpose of the Corporation from time to time, without limit as to amount; to issue any kind of evidences of indebtedness convertible into shares of capital stock of the Corporation; to secure the payment of any evidence of indebtedness by the creation of any interest in any of the property or rights of the Corporation, or in any property owned by others when the Corporation has the right so to do, whether owned by or subject to such right of the Corporation at the time such indebtedness is incurred or thereafter.

(c) To loan to any person, corporation, trust, firm, public authority or organization of any kind any of its funds or property, with or without security, and to guarantee the loans of any of the foregoing.

(d) To purchase, hold, sell, convert, redeem, escrow, transfer, reissue or cancel shares of its own capital stock or any instruments evidencing its indebtedness or any other securities issued by it.

(e) To engage in any commercial construction, contracting, mercantile, manufacturing, industrial, trading, mining, real estate, petroleum or petroleum products business or venture of any kind, character or description whatsoever, either by itself or jointly with others, and to do all things incidental to the conduct of such business.

(f) To acquire all or any part of the property

and business, including good will, of any person, corporation, partnership or other entity, to pay as consideration therefor cash or property, including securities issued by the Corporation, to assume in connection therewith any liabilities or obligations of any such person, corporation or partnership, and to hold, conduct, use or dispose of the whole or any part of the property and business, including any good will, so acquired.

(g) To subscribe for, buy, acquire, sell, encumber and deal in and with securities of any other corporation or municipal corporation, debentures, stocks, bonds, commercial paper, and other forms of assets, rights and interests and evidences of property or indebtedness, tangible or intangible.

(h) To be a promoter, partner, joint venturer, member, associate of other business enterprises or ventures, and to the extent permitted in any other jurisdiction to be an incorporator of other corporations of any type or kind.

(i) To hold, improve, develop, sell, lease, mortgage or otherwise encumber or otherwise dispose of real estate and personal property of the Corporation or any interest therein.

(j) To do any of the foregoing either on its own account or as agent, contractor, trustee or otherwise, and by and through agents, factors, contractors or trustees, and either directly or by virtue of ownership or control of the stock or other interest in any other corporation, association or entity.

(k) To do and transact any and every kind of business which is permitted under the general corporation laws of the State of Hawaii as now in force or as hereafter

amended.

4. The capital of the Corporation shall be ONE THOUSAND DOLLARS (\$1,000.00), consisting of ONE THOUSAND (1,000) shares of common stock of the par value of ONE DOLLAR (\$1.00) each, with the privilege of subsequent extension thereof to an amount not to exceed TEN MILLION DOLLARS (\$10,000,000.00) by the issuance of additional shares of like par value.

5. The Corporation shall have the power from time to time to create an additional class or additional classes of stock with such preferences, voting powers, restrictions and qualifications thereof as shall be fixed in the resolution authorizing the issuance thereof in accordance with law. Subject to the pre-emptive rights of the holders of common stock as set forth in Article 12, the Board of Directors is authorized to determine the terms and conditions upon which and the persons to whom authorized and unissued shares may be issued and sold.

6. There shall always be a Board of Directors consisting of not less than three (3) nor more than fifteen (15) members who shall have and exercise all of the corporate powers of the Corporation, and a President, one or more Vice-Presidents, a Secretary and a Treasurer. The Directors shall be elected and may be removed by the shareholders of the Corporation. The President, Vice-Presidents, Secretary and Treasurer, as well as any other officers that may be provided for by the By-Laws, shall be appointed by the Directors, either wholly or partly from members of the Board of Directors, or wholly or partly from persons not Directors. Any person, whether a Director or not, may hold any two (2) of said offices. The President, the Vice-Presidents, Secretary and Treasurer, as

well as any other officers that may be provided by the By-Laws, may be removed from time to time by the Directors. No Director or officer need be a shareholder of the Corporation.

7. The following persons shall comprise the Board of Directors of the Corporation and shall hold office subject to the provisions of Article 6 hereof until the first annual meeting of the Corporation to be held as provided for in the By-Laws of the Corporation and thereafter until their successors shall have been elected and shall have qualified:

<u>Name</u>	<u>Mailing Address</u>
FRANCIS JOHN NUGAN	8th Floor 55 Macquarie Street Sydney NSW Australia 2000
<div></div>	8th Floor 55 Macquarie Street Sydney NSW Australia 2000
<div></div>	
Honolulu, Hawaii 96813	

8. The following persons whose mailing addresses are as set forth below shall hold the office or offices set opposite their respective names (subject to the provisions of Article 6 hereof) henceforth and until the first annual meeting of the Corporation and thereafter until their successors shall have been appointed and shall have qualified:

<u>Name</u>	<u>Mailing Address</u>	<u>Office Held</u>
FRANCIS JOHN NUGAN	Same as above	President/Treasurer/ Secretary
<div></div>	Same as above	<div></div>

9. The duration of the Corporation shall be perpetual.

10. The Corporation shall have all of the powers and rights and be subject to all of the liabilities provided by

law for incorporated companies, and shall be subject to and have all the benefits of all general laws to be hereafter enacted in regard to corporations. All of the property of the Corporation shall be liable for the just debts thereof but no shareholder shall be liable for the debts of the Corporation beyond the amount of what is due upon the share or shares owned by him or them.

11. The Corporation shall indemnify each person who was or is a party or is threatened to be made a party to any threatened, pending or completed action, suit or proceeding, whether civil, criminal, administrative or investigative by reason of the fact that he is or was a director, officer, employee or agent of the Corporation, or is or was serving at the request of the Corporation as a director, officer, employee or agent of another corporation, partnership, joint venture, trust or other enterprise, against expenses (including attorneys' fees), judgments, fines and amounts paid in settlement actually and reasonably incurred by him in connection with such action, suit or proceeding to the extent permitted by law or the By-Laws of the Corporation.

12. In case of any increase of the outstanding capital stock of the Corporation by the issuance or reissuance of any shares of any class, or by the issuance of any obligations or securities convertible into shares of capital stock (unless the same shall be issued or sold or granted in connection with the acquisition of the property or of substantially the entire assets of a going business or in connection with a merger or consolidation) such stock, obligations, or securities

shall, unless otherwise provided by the vote of the holders of not less than three-fourths (3/4) of the common stock issued and outstanding, before being sold or offered to others, be offered to the holders of the common stock of the Corporation as of the date of issuance as shown by the stock books of the Corporation upon such terms (which terms shall not be less favorable than the terms upon which said shares are thereafter sold to others) as shall be determined by the Board of Directors in proportion to the shares of common stock respectively held by such stockholders at such date.

IN WITNESS WHEREOF, the parties hereinabove named have hereunto set their hands this 2nd day of August, 1974.



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STATE OF HAWAII
CITY AND COUNTY OF HONOLULU

}
} SS.
}

On this 2nd day of August, 1974, before me personally appeared RICHARD K. INGERSOLL, EDWARD M. SANPEI and WILLIAM R. LOOMIS, to me known to be the persons described in and who executed the foregoing instrument, and acknowledged that they executed the same as their free act and deed.

Gene Yamashita
Notary Public, First Judicial
Circuit, State of Hawaii.

My commission expires OCT. 30, 1976

DEPARTMENT OF REGULATORY AGENCIES

STATE OF HAWAII

In the Matter of the Incorporation)
of)
NUGAN HAND, INC.)
.....)
_____)

AFFIDAVIT

CITY AND COUNTY OF HONOLULU)
STATE OF HAWAII)

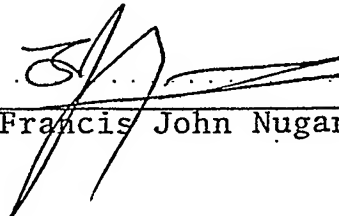
SS:

FRANCIS JOHN NUGAN, being first duly and severally sworn on oath, deposes and says:

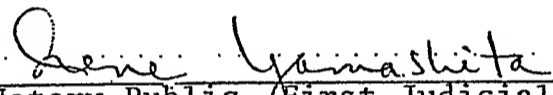
That he is respectively and in the order named the President/Secretary/Treasurer of NUGAN HAND, INC., a corporation seeking to be incorporated under the laws of the State of Hawaii; that the authorized capital of the Corporation is in the sum of ONE THOUSAND DOLLARS (\$1,000.00), divided into ONE THOUSAND (1,000) shares of common stock of the par value of ONE DOLLAR (\$1.00) each; that all of the said shares have been subscribed for; that the name of the subscriber for stock in the Corporation, the number of shares subscribed for, the subscription price for said shares, and the amount paid in in cash are as follows:

<u>Name of Subscriber</u>	<u>No. of Shares Subscribed For</u>	<u>Subscription Price for Shares</u>	<u>Amount Paid In in Cash</u>
NUGAN HAND NEEDHAM, LIMITED, an Australian corporation	1,000	\$1,000.00	\$1,000.00

And further affiant sayeth not.


Francis John Nugan

Subscribed and sworn to before
me this 2nd day of August,
1974.


Notary Public, First Judicial
Circuit, State of Hawaii.

My commission expires: OCT. 30, 1976

9. Amount of stock subscriptions due, if any. \$ None

10. Voting powers and stockholders:

(a) Does each share of stock have the right to vote? Yes If not, explain voting rights:
N/A

(b) Date of last annual meeting January 7, 1977

(c) State the total voting power of all stockholders as of the date of this report. 376,365

(d) State the total number of stockholders as of the date of this report. One

DECLARATION

I declare, under the penalties set forth in Section 416-94, Hawaii Revised Statutes, that this exhibit, including any accompanying schedules or statements, has been examined by me, and to the best of my knowledge and belief is a true, correct, and complete exhibit, made in good faith, for the period stated.

(Signature of person or firm preparing this exhibit)

(Signature of authorized corporate officer)

Date 12/9/77

Office held: President

INSTRUCTIONS

This exhibit shall be made as of December 31 of each year. If the corporation has adopted a fiscal year, it must apply in writing to the Director of Regulatory Agencies to be allowed to make the exhibit as of the end of its fiscal year. Exhibit forms may be obtained from the Director, and all of the information requested in the exhibit form must be furnished; otherwise, the exhibit will not be accepted. Failure to file the exhibit within the prescribed period will subject the corporation to a maximum penalty of \$100.00 for every thirty days the delinquency continues, and if continued for a period of two years, the corporation may be dissolved by the Director.

DATE DUE: On or before the 120th day following the end of the fiscal or calendar year adopted.

FILING OF FIRST EXHIBIT:

1. Calendar Year Basis. First exhibit due as of the end of the calendar year in which corporation incorporated, provided that if the corporation incorporated after December 20 an annual exhibit will not be required for the first year.
2. Fiscal Year Basis. First exhibit due as of the first fiscal year after the date of incorporation. The fiscal year shall not exceed twelve months after the date of incorporation.

INACTIVE CORPORATION: An exhibit must be filed annually even though a corporation may have been inactive for that period.

CHANGE IN PERIOD COVERED: Authorization will be granted upon written request to change the fiscal or calendar year, provided however that upon the change the period covered shall not exceed twelve months.

ALL QUESTIONS MUST BE ANSWERED: If the answer to any question is "none" so state or enter a dash in the space provided.

DO NOT ATTACH FINANCIAL STATEMENTS.

STATE OF HAWAII
DEPARTMENT OF REGULATORY AGENCIES
Business Registration, Division
1010 Richards Street
Mailing Address: P. O. Box 40, Honolulu, Hawaii 96810

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b7c

MAKE REMITTANCE PAYABLE
TO: DEPARTMENT OF
REGULATORY AGENCIES
Your Cancelled Check Is
Your Receipt

ANNUAL CORPORATION EXHIBIT

OF

Corporate Name ~~(NUGAN HAND, INC.)~~ SWISS-PACIFIC, INC.

OCT 27, 1977

DEPT. OF REGULATORY AGENCIES
STATE OF HAWAIIMailing Address 111 South King Street, Hon., HI 96813
For Year Ended June 30 1977
Month Day Year

Authorized Capital

Class	Shares	Par Share	Par Total
Common	376,365	\$1.00	\$ 376,365.00
		\$	\$
		\$	\$

Paid-In Capital

(Cannot Exceed Authorized Capital)

Class	Shares	Amount
Common	376,365	\$376,365.00
		\$
		\$

Officers and directors:

Office Held	Name in Full	Social Security Number	Residence Address
President,	Francis John Nugan	NONE	8th Flr., 55 Macquarie St.
Secretary &			Sydney N.S.W., Australia
Treasurer			2000
		NONE	8th Flr., 55 Macquarie St.
			Sydney, N.S.W., Australia
			2000
Directors: (minimum 3) - At least one-third must be residents of Hawaii.			
	Francis John Nugan	NONE	8th Flr., 55 Macquarie St.
			Sydney N.S.W., Australia
			2000
		NONE	8th Flr., 55 Macquarie St.
			Sydney N.S.W., Australia
			2000

1. Date of incorporation: August 1, 1974 General Excise Tax Number: 1011838
2. Nature of corporate business: Investment Bankers
3. Business Code Number (as shown on Federal Corporation Income Tax Return): 99-0158843
4. Total value of assets as shown on balance sheet. \$ 709,646.00
5. Total liabilities as shown on balance sheet. (do not include capital) \$ None
6. Gross income received. \$ 4,571.00
7. Dividends paid. (See Note 1) Cash \$ None Stock \$ None
8. CAPITAL STOCK: (See Note 2)

Issued during the period (None shares preferred stock at \$ par value
(None shares common stock at \$ par value

Consideration received for stock issued during the period (\$ None cash
(\$ None value of property
(\$ None

Distribution of consideration received (\$ None to capital
(\$ None to paid-in capital (surplus)

Acquired during the period (None shares preferred stock
(None shares common stock
Consideration paid for acquired stock (\$ None cash

Note 1: Dividends may be authorized and paid only from the profits and retained earnings (earned surplus) pursuant to the provisions of Section 416-91, Hawaii Revised Statutes.

Note 2: Section 485-8, provides that it shall be unlawful to offer or sell any security unless the security is exempt from registration, or unless the security is sold in an exempt transaction, or unless the security has been registered with the Commissioner of Securities of the State of Hawaii.

Note 3: Treasury stock may be acquired only pursuant to the provisions of Section 416-28.

(Continued on Reverse Side)

File Number 1580

9. Amount of stock subscriptions due, if any. \$ None

10. Voting powers and stockholders:

(a) Does each share of stock have the right to vote? Yes If not, explain voting rights:

(b) Date of last annual meeting January 7, 1977

(c) State the total voting power of all stockholders as of the date of this report 376,365

(d) State the total number of stockholders as of the date of this report one

DECLARATION

I declare, under the penalties set forth in Section 416-94, Hawaii Revised Statutes, that this exhibit, including any accompanying schedules or statements, has been examined by me, and to the best of my knowledge and belief is a true, correct, and complete exhibit, made in good faith, for the period stated.

(Signature of person or firm preparing this exhibit)

(Signature of authorized corporate officer)

Date 10/14/77

Office held President

INSTRUCTIONS

This exhibit shall be made as of December 31 of each year. If the corporation has adopted a fiscal year, it must apply in writing to the Director of Regulatory Agencies to be allowed to make the exhibit as of the end of its fiscal year. Exhibit forms may be obtained from the Director, and all of the information requested in the exhibit form must be furnished; otherwise, the exhibit will not be accepted. Failure to file the exhibit within the prescribed period will subject the corporation to a maximum penalty of \$100.00 for every thirty days the delinquency continues, and if continued for a period of two years, the corporation may be dissolved by the Director.

DATE DUE: On or before the 120th day following the end of the fiscal or calendar year adopted.

FILING OF FIRST EXHIBIT:

1. Calendar Year Basis. First exhibit due as of the end of the calendar year in which corporation incorporated, provided that if the corporation incorporated after December 20 an annual exhibit will not be required for the first year.
2. Fiscal Year Basis. First exhibit due as of the first fiscal year after the date of incorporation. The fiscal year shall not exceed twelve months after the date of incorporation.

INACTIVE CORPORATION: An exhibit must be filed annually even though a corporation may have been inactive for that period.

CHANGE IN PERIOD COVERED: Authorization will be granted upon written request to change the fiscal or calendar year, provided however that upon the change the period covered shall not exceed twelve months.

ALL QUESTIONS MUST BE ANSWERED: If the answer to any question is "none" so state or enter a dash in the space provided.

DO NOT ATTACH FINANCIAL STATEMENTS.

UNITED STATES GOVERNMENT

Memorandum

TO : DIRECTOR, FBI (163-45612)

~~SECRET~~

DATE: 11/27/79

FROM : LEGAT, MANILA (163-357) (RUC)

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APPROPRIATE AGENCIES
AND FIELD OFFICES
ADVISED BY ROUTING
SLIP(S) OF
DATE 1-10-80

SUBJECT: FRANK NUGAN;

[redacted] dba
Nugan Hand International
etc.
FPC

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
EXCEPT WHERE SHOWN
OTHERWISE.

Re Honolulu letter dated 6/7/79, captioned,
"Australian Royal Commission of Inquiry into Drugs (ARCID),
FPC."

By communication dated 8/23/79, Legat, Manila,
requested information from [redacted]

b7D

Referral/Consult

On 11/2/79, during a recently-completed roadtrip,
to [redacted] Legat contacted [redacted]

[redacted] advised that [redacted]

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b7C
b7D

CLASSIFIED AND
EXTENDED BY SP2 TAP/ [redacted]
REASON: FCIM, II, 1-2.4.2
DATE OF REVIEW FOR
DECLASSIFICATION 11-27-2009
1-8-80

DEC 1979

4-18-80 Bureau
2 - Honolulu (183-95)
1 - Manila

JHG:jst

(5)

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

EXP-PROC
X

APPROPRIATE AGENCIES
AND FIELD OFFICES
ADVISED BY ROUTING
SLIP(S) OF
DATE



UNITED STATES GOVERNMENT

Memorandum

TO : DIRECTOR, FBI

~~SECRET~~

DATE: 12/7/78

FROM : LEGAT, MANILA

SUBJECT: AUSTRALIAN ROYAL COMMISSION OF INQUIRY
INTO DRUGS (ARCID)] 54

FPC

MAN 163-354

b6
b7C

FRANK NUGAN;

dba

Nugan Hand International,

Nugan Hand Bank;

NUGAN GROUP

FPC

MAN 163-357

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
EXCEPT WHERE SHOWN
OTHERWISE.

CLASSIFIED AND

EXTENDED BY 383 URT 12/1/88

REASON FOR EXTENSION 2,3

DATE OF REVIEW FOR

DECLASSIFICATION 12/7/2008

ReMANlet, 11/7/78. U

Enclosed herewith for the Bureau are 7 copies of a letter
dated 9/11/78 from [redacted]
to [redacted] 54

Enclosed letter has been furnished Legat by [redacted]
[redacted] as having been handed to him in person on 9/11/78 by [redacted]

b6
b7C
b7D

As noted in this letter, [redacted]

It is understood that [redacted]

6 - Bureau (Enc. 7) ENCLOSURE
(1-Foreign Liaison Unit)
(2-Honolulu)
(1-Norfolk) (Enc. 1) (Info)

1 - Hong Kong (Info) (Enc. 1) (Direct)

2 - Manila

GFE:jmp

(9) 12/20/78

NOT RECORDED
36 DEC 26 1978

DECLASSIFIED BY 6383 URT 12/1/88
ON 2/15/88
Per 41
Handwritten

~~SECRET~~

Original Filed in 62-45614-

b6
b7C
b7D

ENCLOSURE

~~SECRET~~

163-45612-

b6
b7C
b7D

SECRET

UNITED STATES GOVERNMENT

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Memorandum

TO : Director, FBI ()

DATE: 1/19/79

FROM : Legal Attache, MANILA (163-357) (P)

SUBJECT: FRANK NUGAN;

FPC

b6
b7C

Reference: Honolulu airtel & LHM, 12/19/79. U

Dissemination, as outlined below, was made on dates indicated. U

☒ Single copies of Honolulu airtel, 12/19/79.APPROPRIATE AGENCIES
AND FIELD OFFICES
ADVISED BY ROUTING
SLIP (S) ON CLASS
DATE 1-10-80
TLB☐ Pertinent information fromAPPROPRIATE AGENCIES
AND FIELD OFFICES
ADVISED BY ROUTING
SLIP (S) ON Declass
DATE 4-27-82ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
EXCEPT WHERE SHOWN
OTHERWISE.

Name and Location of Agency

Date Furnished

1/18/79

b7D

CLASSIFIED AND

EXTENDED BY SP2 TAPCLASSIFIED BY SP2 TAP

FCIM, II, 1-2.4.2

DATE OF REVIEW FOR

DECLASSIFICATION

3

163-45612-

NOT RECORDED

17 JAN 30 1979

3 - Bureau

(1 - Foreign Liaison Desk)

2 - Manila (66-93)

GFE:jmp

(5)

DECLASSIFIED BY 6383 UR/KPON 4-21-82

308, 506

SLX

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

FBI/DOJ

APPROPRIATE AGENCIES
ADVISED BY ROUTING
SLIP(S) OF DATE
1-10-80

~~SECRET~~

R 210230Z MAR 79

FM MANILA

TO DIRECTOR ROUTINE NR. 745-20

BT

~~CONFIDENTIAL~~

PETER JOSEPH WILCOX. FPC. MAN 163-373

FRANK NUGAN; [REDACTED] DBA NUGAN HAND BANK: NUGAN GROUP.

FPC. MANFILE 163-357. HONOLULU FILE 163-397

AUSTALIA ROYAL COMMISSION INQUIRY INTO DRUGS (ARCID). FPC MAN 163-354

ASACs 27
Dep. AD Adm.
Dep. AD Inv.
Asst. Dir.:
Adm. Serv.
Crim. Inv.
Ident.
Intell.
Laboratory
Legal Coun.
Plan. & Insp.
Rec. Mgmt.
Tech. Servs.
Training
Public Affs. Off.
Telephone Rm.
Director's Sec'y

b6
b7C
b7D

RECEIVED
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
EXCEPT WHERE SHOWN
OTHERWISE.

AND FIELD OFFICES
ADVISED BY ROUTING
SLIP(S) OF DATE
DATE
ORIGINAL FILED IN

DECLASSIFIED BY 100-889001-100
ON 4-21-87
308, 506
Per 81 - Kuddline

CLASSIFIED AND EXTENDED BY 1544, REASON FOR EXTENSION 25X(1)

IF, 1-2.4.2 (NO. 1), DATE OF REVIEW FOR DECLASSIFICATION 3/21/79
5 MAR 1979

BT

Copy sent by [REDACTED] to [REDACTED]

66 APR 19 1979

CLASSIFIED AND
EXTENDED BY SP2 JAF/emb
REASON FOR EXTENSION
FCIM, II, 1-2.4.2
DATE OF REVIEW FOR
DECLASSIFICATION 3-21-2001
NOT RECORDED
1-8-80 160 APR 2 1979

132

3/28/79

~~CONFIDENTIAL~~

ROUTINE

~~SECRET~~

b6
b7C

FM DIRECTOR FBI

TO LEGAL ATTACHE MANILA ROUTINE

BT

~~CONFIDENTIAL~~

CLASSIFIED AND
EXTENDED BY SP2 JAP
REASON FOR EXTENSION lmb 5
FCIM, II, 1-2.4.2, 1.3
DATE OF REVIEW FOR
DECLASSIFICATION 3-28-2009
1-8-80

PETER JOSEPH WILCOX; FPC. MANILA {163-370}; FRANK NUGAN;

[REDACTED] DBA NUGAN HAND BANK; NUGAN GROUP; EPC.

MANILA {163-357. HONOLULU {163-307}.

AUSTRALIAN ROYAL COMMISSION INQUIRY INTO DRUGS {ARCID}; FPC.

MANILA {163-354}.

BY TELETYPE DATED MARCH 28, 1979, HONOLULU ADVISED:

REFERENCE IS MADE TO MANILA TELETYPE TO BUREAU, MARCH 21, 1979; AND HONOLULU TELETYPE TO BUREAU, OCTOBER 25, 1978,

CAPTIONED [REDACTED]

MAIL

FRAUD; FRAUD BY WIRE; RICO {A}; BUREAU FILE {36-2684}; MANILA FILE 163-6." U

REFERENCED TELTYPE DATED MARCH 21, 1979, REQUESTS INFOR-

EMS: KBB {3} 3/28/79 5078/6 4290

APPROPRIATE AGENCIES
ADVISED BY ROUTING
SLIP
DATE 1/10/80
7LB

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
EXCEPT WHERE SHOWN
OTHERWISE.

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

192 APR 12 1979

MAR 29 1979

SP5C11 DMS

DECLASSIFIED BY 6383 URT

ON 4-21-83

Per 861 Guideline

ORIGINAL FILED IN 163-45-12-2

571-2-1979

2

PAGE TWO DE HQ 0132 ~~CONFIDENTIAL~~ ~~SECRET~~
MATION REGARDING PETER JOSEPH WILCOX. IT IS NOTED THAT REFER-
ENCED TELETYPE DATED OCTOBER 25, 1978, REPORTS THAT PETER JOSEPH
WILCOX CAME TO THE FBI OFFICE ON THAT DATE TO PROVIDE INFOR-
MATION REGARDING A POSSIBLE FRAUD BEING CONDUCTED IN THE
NORTHERN TERRITORY OF AUSTRALIA BY [REDACTED] AND OTHERS.
THIS MATTER WAS INVESTIGATED BY THE AUSTRALIAN AUTHORITIES AND
REPORTED IN MANILA FILE {183-63}. \$4

DURING THE ABOVE INVESTIGATION, IT WAS DEVELOPED THAT
WILCOX WAS IN AUSTRALIA IN SEPTEMBER AND OCTOBER, 1978.
WILCOX RECONTACTED THE HONOLULU OFFICE OF THE FBI AND SPOKE
WITH SA [REDACTED] ON SEVERAL OCCASIONS AFTER THE
INTERVIEW ON OCTOBER 25, 1978, AND OFFERED HIS SERVICES IN THE
INQUIRY REGARDING THE FRAUD IN AUSTRALIA. HE INDICATED THAT HE
WAS GOING TO TRAVEL TO LONDON FOR A HOLIDAY AROUND CHRISTMAS,
1978, {EXACT DATES UNRECALLED}. HE FURTHER INDICATED THAT HE
HAD CONTACTS WITH MANY GOVERNMENT OFFICIALS IN AUSTRALIA AND
READILY NAMED THEM IN CASUAL CONVERSATION. HE FURTHER INDICATED
THAT HE OFTEN TRAVELS TO AUSTRALIA IN HIS JOB AS A CONSULTANT.
IT IS NOT KNOWN IF WILCOX HAD ANY ASSOCIATION WITH THE NUGAN
HAND BANK OR IF HE TRAVELED TO AUSTRALIA IN NOVEMBER, 1977. \$4

~~SECRET~~

PAGE THREE DE HQ 0132 ~~CONFIDENTIAL~~

~~SECRET~~

IT IS FELT THAT WILCOX COULD BE RECONTACTED UNDER THE PRE-
TEXT OF INQUIRING ABOUT THE DARWIN INVESTMENT AND DEVELOPMENT
INQUIRY OR HE COULD BE INTERVIEWED STRAIGHTFORWARD REGARDING
HIS TRAVELS AND ASSOCIATION WITH THE NUGAN HAND BANK. *SL*

WILCOX APPEARS TO HAVE BEEN FREE AND OPEN DURING HIS CON-
TACTS WITH THE FBI. NO INQUIRY WILL BE MADE OF WILCOX UNLESS
REQUESTED BY AUSTRALIAN AUTHORITIES. *SL*

WILCOX IS DESCRIBED AS A CAUCASIAN MALE, DATE OF BIRTH
OCTOBER 29, 1930, HEIGHT 5'6", WEIGHT 168 POUNDS, HAIR BROWN,
EYES BROWN, SOCIAL NUMBER 328-42-7625, HOME ADDRESS LUNALILO
HOME ROAD, HONOLULU, HAWAII. *U*

~~CLASSIFIED AND EXTENDED BY 7079; FCIM, II, 1-2.4.2 (11)~~

~~MARCH 27, 2009~~

BT

#

HN0554 0871002

RR HQ

DE HN 0004 0871002

R 28027Z MAR 79

FM HONOLULU (163-307) (RUC)

TO DIRECTOR ROUTINE

BT

~~CONFIDENTIAL~~

PETER JOSEPH WILCOX. FPC. MAN 163-370; FRANK NUGAN; [REDACTED]

[REDACTED] DBA NUGAN HAND BANK; NUGAN GROUP. FPC. MANFILE 163-357. 54

HONOLULU FILE 163-307.

AUSTRALIAN ROYAL COMMISSION INQUIRY INTO DRUGS (ARCID). FPC. 54

MAN 163-354.

RE MANILA TELETYPE TO BUREAU, MARCH 21, 1979; AND HONOLULU
TELETYPE TO BUREAU, OCTOBER 25, 1978, CAPTIONED [REDACTED]

[REDACTED] MF; FBW; RICO (A);

BUFILE 36-2684; MANILA FILE 183-6." U

REFERENCED TELETYPE DATED MARCH 21, 1979, REQUESTS
INFORMATION REGARDING PETER JOSEPH WILCOX. IT IS NOTED THAT
REFERENCED TELETYPE DATED OCTOBER 25, 1978, REPORTS THAT PETER

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
EXCEPT WHERE SHOWN
OTHERWISE.

62 MAY 7 1979

28 MAR 79 10 17Z
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATION SECTION

APPROPRIATE AGENCIES
AND FIELD OFFICES
ADVISED BY ROUTING
SLIP(S) OF [REDACTED]
DATE 1-16-80

CLASSIFIED AND
EXTENDED BY SP2TAP/ [REDACTED]
REASON FOR EXTENSION
FCIM, II, 1-2.4.3
DATE OF REVIEW FOR
DECLASSIFICATION 3-28-2009
1-8-80

Dep AD Adm.
Dep AD Inv.
Asst. Dir.:
Adm. Serv.
Crim. Inv.
Ident.
Intel.
Laboratory
Leg. Coun.
Plan. & Insp.
Rec. Mgmt.
Tech. Servs.
Training
Public Affs. Off.
Telephone Rm.
Director's Sec'y

APPROPRIATE AGENCIES
AND FIELD OFFICES
ADVISED BY ROUTING
SLIP(S) OF [REDACTED]
DATE 4-2-80

NOT RECORDED
18 APR 5 1979

DECLASSIFIED BY SP5CJL/MS
ON 4-21-87
Per B-1 Guidelines
ORIGINAL FILED IN

JOSEPH WILCOX CAME TO THE FBI OFFICE ON THAT DATE TO PROVIDE INFORMATION REGARDING A POSSIBLE FRAUD BEING CONDUCTED IN THE NORTHERN TERRITORY OF AUSTRALIA BY [REDACTED] AND OTHERS. THIS MATTER WAS INVESTIGATED BY THE AUSTRALIAN AUTHORITIES AND REPORTED IN MANILA FILE 100-5. **by**

DURING THE ABOVE INVESTIGATION, IT WAS DEVELOPED THAT WILCOX WAS IN AUSTRALIA IN SEPTEMBER AND OCTOBER, 1970. WILCOX RECONTACTED THE HONOLULU OFFICE OF THE FBI AND SPOKE WITH SA [REDACTED] ON SEVERAL OCCASIONS AFTER THE INTERVIEW ON OCTOBER 25, 1970, AND OFFERED HIS SERVICES IN THE INQUIRY REGARDING THE FRAUD IN AUSTRALIA. HE INDICATED THAT HE WAS GOING TO TRAVEL TO LONDON FOR A HOLIDAY AROUND CHRISTMAS, 1970 (EXACT DATES UNRECALLED). HE FURTHER INDICATED THAT HE HAD CONTACTS WITH MANY GOVERNMENT OFFICIALS IN AUSTRALIA AND READILY NAMED THEM IN CASUAL CONVERSATION. HE FURTHER INDICATED THAT HE OFTEN TRAVELS TO AUSTRALIA IN HIS JOB AS A CONSULTANT. IT IS NOT KNOWN IF WILCOX HAD ANY ASSOCIATION WITH THE RUSSIAN HAND BANK OR IF HE TRAVELED TO AUSTRALIA IN NOVEMBER, 1970. **54**

IT IS FELT THAT WILCOX COULD BE RECONTACTED UNDER THE PRETEXT OF INQUIRING ABOUT THE DARWIN INVESTMENT AND DEVELOPMENT

INQUIRY OR HE COULD BE INTERVIEWED SIMILATIONWARD REGARDING
HIS TRAVELS AND ASSOCIATION WITH THE WOGAN LAMU BANK. 54

WILCOX APPEARS TO HAVE BEEN FREE AND OPEN DURING HIS
CONTACTS WITH THE FBI. NO INQUIRY WILL BE MADE OF WILCOX
UNLESS REQUESTED BY AUSTRALIAN AUTHORITIES. **KU**

WILCOX IS DESCRIBED AS A CAUCASIAN MALE, DOB OCTOBER 29, 1950,
HEIGHT 5'6", WEIGHT 166 POUNDS, HAIR BROWN, EYES BROWN,
SSAN 028-42-7020, HOME ADDRESS 500 LUNALILU HOME ROAD, HONOLULU,
HAWAII. U

~~DECLASSIFIED AND EXTENDED BY 7019; FCIM, II, 1-2.4.2 (1);
DATE 01, 2000.~~

ADMINISTRATIVE

ADMINISTRATIVE

THE BUREAU IS REQUESTED TO FORWARD THE ABOVE INFORMATION
TO LEGAT, MANILA. U

Dr

२५३४

4444

~~SECRET~~

000

MESSAGE RELAY VIA TELETYPE

DATE 4/25/80	CLASSIFICATION CONFIDENTIAL	PRECEDENCE IMMEDIATE
-----------------	---	-------------------------

FM DIRECTOR FBI

TO *FBI DALLAS*
FBI MIAMI

8-2 J2

- | | | |
|---|--|--|
| <input type="checkbox"/> The President
<input type="checkbox"/> The Vice President
<input type="checkbox"/> White House Situation Room
<input type="checkbox"/> Attn: National Security Council
<input type="checkbox"/> Department of the Air Force (AFOSI)
<input type="checkbox"/> Department of the Army
<input type="checkbox"/> Naval Investigative Service
<input type="checkbox"/> Commandant, U. S. Coast Guard
<input type="checkbox"/> National Security Agency (DIRNSA/NSOC (ATTN: SOO))
<input type="checkbox"/> Director, Defense Intelligence Agency
<input type="checkbox"/> Director CIA
<input type="checkbox"/> U. S. Secret Service (PID)
<input type="checkbox"/> Attn: Executive Protective Service
<input type="checkbox"/> ZEN/U. S. Postal Service
<input type="checkbox"/> Attn: Chief Postal Inspector | <input type="checkbox"/> Nuclear Regulatory Commission
<input type="checkbox"/> Department of Energy
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: U. S. Customs
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: Bureau of Alcohol Tobacco & Firearms
<input type="checkbox"/> Department of Transportation
<input type="checkbox"/> Attn: Director of Security
<input type="checkbox"/> Drug Enforcement Administration
<input type="checkbox"/> General Services Administration (WASHDC area, specify office)

<input type="checkbox"/> (Other Areas, specify CITY/STATE)

<input type="checkbox"/> Federal Aviation Administration
<input type="checkbox"/> Federal Protective Service
<input type="checkbox"/> Secretary of State
<input type="checkbox"/> Attn: Director Bureau of Intelligence & Research
<input type="checkbox"/> Attn: SCA - VISA Office Room 709 - SA2 | <input type="checkbox"/> Attorney General
<input type="checkbox"/> Deputy AG
<input type="checkbox"/> Attn: Emergency Programs Center
<input type="checkbox"/> Assistant AG, Civil Rights Div.
<input type="checkbox"/> Assistant AG, Criminal Div.
<input type="checkbox"/> Attn: Internal Security Section
<input type="checkbox"/> Attn: General Crimes Section
<input type="checkbox"/> Assistant AG for Administration
<input type="checkbox"/> Attn: Security & Administrative Services Staff
<input type="checkbox"/> Immigration & Naturalization Service |
|---|--|--|

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐
 SUBJECT:

APPROVED BY <i>[Signature]</i>	ORIGINATOR <i>JEM/JEM</i>	ROOM <i>5078</i>	TELE EXT. <i>4290</i>
-----------------------------------	------------------------------	---------------------	--------------------------

20272
APR 25 1980

APR 29 1980

64 MAY 13 1980

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

DECLASSIFIED BY *SP5C1/DMS*
 ON *2/15/90* *300, 506*

USE OF FORM 0-73

1. Only incoming teletype messages which require transmission relay may be prepared for transmission using form 0-73. Use of form 0-73 is restricted to incoming teletype messages received within the last 3 days which require transmission relay; all other teletype messages must be prepared using form 0-93.
2. Additions such as notes and administrative data for a specific addressee are not allowed. If a note or administrative data is required for a particular addressee a separate 0-73 form must be prepared.
3. The message will be transmitted just as it appears. The person approving the message is solely responsible for assuring all necessary editing changes have been made.

PREPARATION OF FORM WHICH CONSISTS OF A PREPRINTED YELLOW.

1. Complete appropriate boxes: date, classification & precedence.
2. List addresses immediately following the "TO" or place a check mark in the appropriate boxes.
3. Type or PRINT the subject in the space provided.
4. Print or type originator's name, room number and telephone extension.
5. Indicate approval for transmission by initialing the "Approved By" box.

PREPARATION OF MESSAGE TO BE TRANSMITTED

1. Xerox 1 copy of incoming teletype message. A notation shall be made on the original incoming teletype copy made for relay to SACS _____, (OR LEGATS) _____, (OR GOVERNMENT AGENCIES) _____.
2. Minor editing changes shall be made on the xerox as follows: using a lead pencil ONLY draw single line through the first and last lines of the heading and connect these lines from top right to bottom left forming a "Z," figure. (DO NOT OBLITERATE THE HEADING.) Use horizontal lines to delete sentences or words. Printed changes of a word or two to the text of the message may be made; however, changes to the existing text involving more than a word or two necessitate the originator to initiate a new message using form 0-93.
3. Administrative data or notes may be typed immediately following the text and will be transmitted to all addressees.
4. When using the 0-73 form to disseminate information to field offices, Legal Attaches and other Government agencies simultaneously, the text, notes and administrative data must be identical for all addressees.

25 APR 00 1 51 PM
FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

P 251.63Z APR 80

FM HONG KONG (55-4)

TO DIRECTOR PRIORITY ~~UBPAWR~~ 0 51-
cu

BT

~~CONFIDENTIAL~~

NUGAN HAND BANK. FPC.

REBUTELS APRIL 17, 1980. ^{See 13}
2 BY TELETYPE DATED 4/25/80 LEGAL ATTACHE HONG KONG ADVISED AS FOLLOWS:
~~FBIHQ PLEASE PASS TO MIAMI AND DALLAS BY PRIORITY~~

TELETYPE.

INFORMED

APRIL 25, 1980, THAT

STATES THAT

b6
b7C
b7D

PAGE TWO

~~CONFIDENTIAL~~

HON 55-4

[REDACTED]

[REDACTED]

[REDACTED] STATES THAT [REDACTED]

[REDACTED]

LEADS - MIAMI AND DALLAS:

OBTAIN [REDACTED]

DETERMINE EXACT LOCATION OF [REDACTED]

PROVIDE SUMMARY

DESCRIPTION OF [REDACTED]

[REDACTED]

PAGE THREE ~~CONFIDENTIAL~~ HON 55-4

ADMINISTRATIVE: FOR INFO OF FBIHQ, MIAMI AND DALLAS:

FOR YEARS THERE HAVE BEEN NUMEROUS ALLEGATIONS THAT THE NUGAN HAND ENTERPRISES HAVE BEEN CONDUITS FOR WASHING MONEY FOR AUSTRALIAN AND PERHAPS AMERICAN ORGANIZED CRIME ELEMENTS, AS WELL AS CORRUPT SOUTHEAST ASIAN GOVERNMENT OFFICIALS AND INDIVIDUALS INVOLVED IN NARCOTICS TRAFFICKING. THEY WERE ALSO ALLEGED TO HAVE BEEN INVOLVED IN THE HANDLING OF U. S. COUNTERFEIT CURRENCY (THUS THE REASON FOR LEGAT'S 55 CASE DESIGNATION. INFO OBTAINED IN HONG KONG WAS RELAYED TO U.S. SECRET SERVICE IN HONOLULU). NONE OF THESE ALLEGATIONS HAVE EVER BEEN PROVEN ALTHO FRANK NUGAN WAS UNDER INVESTIGATION BY SEVERAL LAW ENFORCEMENT AGENCIES IN AUSTRALIA WHEN HE WAS FOUND DEAD APPARENTLY OF A SELF-INFLICTED GUNSHOT WOUND IN AUSTRALIA ON JANUARY 27, 1980. (S)

INQUEST TESTIMONY TO DATE INDICATES THAT FRANK NUGAN DIVERTED NUGAN HAND BANKING COMPANY FUNDS TO HIS PERSONAL USE IN THE AMOUNT OF "SEVERAL MILLION U.S. DOLLARS." THE HONG KONG SUBSIDIARY HAS APPARENTLY LOST APPROXIMATELY HONG KONG DOLLARS 14 MILLION (U.S. DOLLARS 2.8 MILLION).

NUGAN HAND INTERNATIONAL, HONG KONG, AND OTHER SUBSIDIARIES ARE BELIEVED TO HAVE INVESTED MONEY FOR VARIOUS INDIVIDUALS AND ORGANIZATIONS UNDER TRUSTEE ACCOUNTS, I.E. IN WHICH THE PRINCIPALS

PAGE FOUR ~~CONFIDENTIAL~~ NON 5

IDENTITIES ARE CONCEALED, AND THE OWNER IN INTEREST APPEARS ONLY AS NUGAN HAND. THE RECORDS AT DALLAS COULD BE VERY ENLIGHTENING IN THIS REGARD.

b6
b7C
b7D

C&E BY ~~887~~; REASON ONE; DRD APRIL 25, 2000.

BT

On 4/25/80

wpc, advised the FPC Desk

FBIHQ, that

4/5/79

UNCLAS

PRIORITY

FM DIRECTOR FBI

TO FBI HONOLULU PRIORITY

BT

b6
b7C

UNCLAS

PETER JOSEPH WILCOX; FPC (MAN 163-370); FRANK NUGAN;

[REDACTED] DBA. NUGAN HAND BANK; NUGAN GROUP. FPC

MAN 163-357. HONOLULU 163-307.

AUSTRALIAN ROYAL COMMISSION INQUIRY INTO DRUGS (ARCID); FPC.

MANILA 163-354.

LEGAT, MANILA (163-370) ADVISED BY TELETYPE APRIL 5, 1979.

AS FOLLOWS:

REBUCAB MARCH 28, 1979.

[REDACTED] LEGAT WILL MAKE A SUBSE-

QUENT REQUEST IF NEEDED.

MCCR

JAK:ERG

4/5/79

5027

23 APR 1979
2805

APPROPRIATE AGENCIES
AND FIELD OFFICES
ADVISED BY ROUTING
SLIP(S) 1-10-80
DATE 12 QLB

57 M-41

1979

163-45612-
NOT RECORDED
14 APR 25 1979

DECLASSIFIED BY 6383 RT/12D
ON 4-21-82
215/90
Guideline

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
EXCEPT WHERE SHOWN
OTHERWISE.

APPROPRIATE AGENCIES
ADVISED BY ROUTING
SLIP(S) 1-10-80
DATE 12 QLB

ORIGINAL FILED IN 163-1161-1

CLASSIFIED AND
EXTENDED BY SP2 TAP/mb
CLASS EXTENSION 1-3
DATE OF REVIEW FOR
DECLASSIFICATION 4-5-2009
1-8-80

Dep. AD Adm.	
Dep. AD Inv.	
Asst. Dir.	
Adm. Serv.	
Crim. Inv.	
Ident.	
Intell.	
Laboratory	
Legal Coun.	
Plan. & Insp.	
Rec. Mgmt.	
Tech. Servs.	
Training	
Public Affs. Off.	
Telephone Rm.	
Director's Sec'y	

5 APR 79 03 35

FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

~~SECRET~~

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
EXCEPT WHERE SHOWN
OTHERWISE.

4 00 300Z APR 79

FM LASILA (163-375)

TO DIRECTOR ROUTINE 163-357-34

BT

b6
b7C

UNCLAS E F T O

PETER JOSEPH M. IL COX; FFS. (MA. 163-375); FRANK M. COX;

DEA SUGAR KING CASE; DEPT. OF JUSTICE.

163-357. HONOLULU 163-357.

AUSTRALIAN ROYAL COMMISSION INQUIRY INTO DRUGS (ARCL); etc.

163-354.

REBUSAB, 3/15/79.

b7D

[REDACTED]

[REDACTED]

LEON WILL HAVE A SUBSTANTIAL RECORD

NEEDED.

BT

300,506
DECLASSIFIED BY 63P3 VRT/100
ON 4-21-82 per 18-1 Guidelines
2115190

NOT RECORDED

160 APR 26 1979

20 APR 6 1979

Teletyped to Honolulu

a.m. 4-5-79

OAK:ery

61 MAY 31 1979

CLASSIFIED AND
EXTENDED BY SP2 JAP/
REASON FOR EXTENSION
FCIM, II, 1-2.4.3
DATE OF REVIEW FOR
DECLASSIFICATION 4-5-2009
1-8-80

APPROPRIATE AGENCIES
AND FIELD OFFICES
ADVISED BY ROUTING
SLIP (S) OF RECEIVING
DATE 4-27-82
ORIGINAL FILED IN
163-45612-4
APPROPRIATE AGENCIES
ADVISED BY ROUTING
SLIP (S) OF RECEIVING
DATE 4-10-80
TUB

2

~~SECRET~~

BT

|

~~SECRET~~

FBI

TRANSMIT VIA:

☐ Teletype

☐ Facsimile

☐ _____

PRECEDENCE:

☐ Immediate

☐ Priority

☐ Routine

CLASSIFICATION:

☐ TOP SECRET

☐ SECRET

☐ CONFIDENTIAL ~~SECRET~~

☐ UNCLAS E F T O

☐ UNCLAS

b6
b7C

A I R T E L

4/17/79

Date _____

TO: DIRECTOR, FBI (163-45612)

FROM: SAC, NORFOLK (92-556) RUC

AUSTRALIAN ROYAL COMMISSION
OF INQUIRY INTO DRUGS (ARCID)

FRANK NUGAN;

_____ dba
Nugan Hand International
Nugan Hand Bank
Nugan Group
FPC

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
EXCEPT WHERE SHOWN
OTHERWISE.

CLASSIFIED AND
EXTENDED BY SP2 TAP/
EXTENSION
FCIM, II, 1-2.4.3
DATE OF REVIEW FOR
DECLASSIFICATION 4-17-2009
1-8-80

Re Manila Legat letters to Bureau, 11/7/78,
and 12/7/78; Bureau airtel to Norfolk, 4/11/79.

Enclosed for the Bureau are six copies of an LHM
captioned as above.

For the information of the Bureau, _____
advised that the investigator he had hired to conduct the
inquiries regarding Nugan Hand Ltd. activities was _____

_____ was hired by _____ to snoop
around Southeast Asia in an attempt to determine if there
were any wrongdoings or illegal activities on the part of
Nugan Hand Ltd. In addition, _____ advised that he had
contacted _____

_____ regarding the alleged illegal activities of
Nugan Hand Ltd.

_____ advised that if he detected any illegal
activities concerning drugs on the part of his company,
he would be most cooperative with the FBI in furnishing
this information to them. He further stated that if the
FBI furnished names of individuals or companies who might
be suspected of illegal activities, he would check these

2 - Bureau (Enc. 6)

1 - Norfolk

RJA/nlh

3

APPROPRIATE AGENCIES
AND FIELD OFFICES
ADVISED BY ROUTING
SLIP(S) _____

NOT RECORDED

JUN 7 1979

DATE 1-10-80

DATE 1-10-80

DATE 1-10-80

DATE 1-10-80

DATE 1-10-80

DATE 1-10-80

Per _____

ORIGINAL FILED IN 163-45612-1

ENCLOSURE

Approved: _____

Special Agent in Charge

4/19/79

4/19/79

DECLASSIFIED BY 6380 RT/DPB

ON 4-21-82

308-506

Transmitted _____

(Number)

(Time)

4-21-82

4-21-82

4-21-82

NF 92-556

names against the list of distributors in the banks at Sydney, Hong Kong and Germany. It is also felt that [redacted] would probably check the distributors listed in the bank at Grand Cayman, Bahamas. SC

During the interview, [redacted] mentioned that he had just returned to the United States approximately two days prior to the interview. He noted that upon his re-entry to the U. S. his luggage was subjected to a rather thorough examination by Customs Officials and he inquired as to whether the investigation by the FBI was connected with the customs examination. U

[redacted] was advised that the interviewing agent had no knowledge regarding a request to give [redacted] special attention during his entries into, or exits from, the U. S. U



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION
Norfolk, Virginia
April 17, 1979

~~SECRET~~

In Reply, Please Refer to
File No.

Australian Royal Commission
of Inquiry into Drugs (ARCID) } 54

Frank Nugan;

doing business as
Nugan Hand International,
Nugan Hand Bank,
Nugan Group
Foreign Police Cooperation } 54

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APPROPRIATE AGENCIES
AND FIELD OFFICES
ADVISED BY SLIP(S) OF
DATE 1-18-80
CLASS
TUB

On April 6, 1979, [redacted]

[redacted] telephones [redacted] furnished the following
information:

While employed in [redacted]

[redacted] in Australia, he met Frank Nugan and [redacted]

He was offered a job with them [redacted]

[redacted] trip to Australia, he was again
offered a job with Nugan Hand Ltd., and was also offered a
part of the business. He joined the organization in [redacted]

At that time Nugan Hand Ltd., [redacted]

[redacted] Nugan Hand Bank in [redacted]

[redacted] is presently [redacted] } 54

Shortly after the beginning of his association
with Nugan Hand Ltd., the allegation regarding the association
of Nugan Hand Ltd. and Nugan Fruit Group became known to [redacted]
He explained that Nugan Fruit Group was allegedly involved
with marijuana trafficking in Griffin, New South Wales,
Australia. Due to the close similarity of the names of
the two organizations, Nugan Hand Ltd., and Nugan Fruit Group,
and the fact that the chairman of Nugan Hand Ltd., Frank Nugan,

This document contains neither recommendations nor conclusions of
the FBI. It is the property of the FBI and is loaned to your agency;
it and its contents are not to be distributed outside your agency.

CLASSIFIED AND

EXTENDED BY SP2 JAP/163-45612

REASON FOR EXTENSION

DATE 1-17-80

DECLASSIFICATION

1-17-2009

1-8-80

ENCLOSURE

HEREIN UNCLASSIFIED

EXCEPT WHERE SHOWN

OTHERWISE

DATE 4-21-82

BY SP5 CIMS

4-21-82

215198

8-1 Guidelines

~~SECRET~~

4-17-79 ENCL

Frank Nugan; [redacted] *Sh*

was the attorney for Nugan Fruit Group, people have assumed that [redacted] company, Nugan Hand Ltd., may have some dealings in drug trafficking. When this allegation surfaced, Frank Nugan approached [redacted] and offered [redacted] the opportunity to leave the company and disassociate himself with the outfit. [redacted] was told he could rejoin the company after the matter was resolved. [redacted] refused to leave the company, however, he did hire an investigator to determine if there was any wrongdoing by the company. [redacted] also made some inquiries of his contacts which he had established during his career as to the activities of the company. *Sh*

[redacted] advised that Frank Nugan, who is the chairman of the Nugan Hand Ltd., has been indicted in New South Wales, Australia for a conspiracy to defraud minor stockholders of the Nugan Fruit Group. Frank Nugan is not associated with the Nugan Fruit Group other than being their attorney or solicitor. [redacted] Nugan Fruit Group. Nugan Hand Ltd. is not in any way associated with Nugan Fruit Group. Nugan Hand Bank is in no way associated with the Nugan Fruit Group and [redacted] has satisfied himself that there are no interlocking directorships. [redacted] stated that it is his understanding the conspiracy charge against Frank Nugan came about as a result of a stacked stockholders meeting during which the major stockholders defeated the minor stockholders attempt to take over the Nugan Fruit Group company. [redacted] described the indictment as a political case. He stated that the prosecuting attorney in the matter is a member of the Labor Party in New South Wales, Australia. He stated that the Labor Party is a wing of the Communist Party and is dedicated to the devastation of corporate business. He described Frank Nugan and [redacted] as right wing politicians and therefore a natural political enemy of the prosecuting attorney. *Sh*

[redacted] advised that Nugan Hand Ltd. had banks in Sydney, Australia, Hong Kong and Germany. The money deposited in these banks is sometimes redeposited in the Grand Cayman, Bahamas, Nugan Hand Bank. The Grand Cayman branch is not a lending bank, but is a depository bank only. The bank makes money by buying and selling money market instruments. The Grand Cayman Bank only has assets of around *Sh*

~~SECRET~~

Frank Nugan

~~SECRET~~

six million dollars and to some degree the business has been stigmatized because of the allegations in Australia. [redacted] advised that Frank Nugan has offered Australian authorities the right to review all the books and ledgers of the banks in Germany, Hong Kong, and Sydney, Australia. An exception was made regarding the Grand Cayman Bank because of Bahama bank laws. He explained that this law states in essence that information regarding depositors should not be given out to anyone without the depositors' consent. [redacted] advised that Nugan Hand Bank does not do any bank business in the United States. [redacted] listing is strictly a telephone contact for [redacted]

In addition to [redacted] position as [redacted]

[redacted] repeated that he is convinced that there is no association between Nugan Hand Ltd., Nugan Fruit Group and that Nugan Hand Ltd., is not involved in any illegal activities.

~~SECRET~~

UNITED STATES GOVERNMENT

Memorandum

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

TO : Director, FBI ()

DATE: 5/11/79

FROM : Legal Attache, MANILA (163-357) (P)

SUBJECT: FRANK NUGAN;

dba

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Nugan Hand International

Nugan Hand Bank

Nugan Group FPC

Reference: Norfolk airtel and LHM 4/17/79

Dissemination, as outlined below, was made on dates indicated. U

☒ one copies of referenced Norfolk LHM

APPROPRIATE AGENCIES
AND FIELD OFFICES
ADVISED BY ROUTING
SLIP(S) OF CLASS
DATE 1-10-80
TLB

☐ Pertinent information from

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
EXCEPT WHERE SHOWN
OTHERWISE.

Name and Location of Agency

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Date Furnished

5/11/79

163-45612

NOT RECORDED

11 MAY 23 1979

308.506
DECLASSIFIED BY 6383URT/WD
ON 4-21-82 2/15/90
SP5C110ms
S-1 Huadeline

CLASSIFIED AND
EXTENDED BY SP2 IAP/
DATE OF REVIEW FOR
DECLASSIFICATION 5-11-2009
1-8-80

(2) 3 - Bureau
2 - Manila (1 - 66-93)

GFE:jst

(4) 61 JUN 6 1979

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

PAGE 1 OF 2

DATE

4/17/80

CLASSIFICATION

~~CONFIDENTIAL~~

PRECEDENCE

ROUTINE

#FO73ERR HOMDE HQ H0073 \$HBYCTR 171610Z APR 80

FM DIRECTOR, FBI

TO LEGAL ATTACHE HONG KONG ROUTINE

FBI HOUSTON ROUTINE

BT

~~CONFIDENTIAL~~"CHANGED" NUGAN HAND BANK; FPC

TITLE MARKED CHANGED TO DELETE CHARACTER OF NAME CHECK MATTER

AND SET FPC AS THE PROPER CHARACTER.

RE HONG KONG TELETYPE APRIL 15, 1980, RELAYED TO HOUSTON.

SINCE NO DESCRIPTIVE DATA FOR [REDACTED]

WAS FURNISHED IN REFERENCED TELETYPE, LEGAL ATTACHE HONG KONG

SHOULD NOTE THAT A CHECK OF NCIC AND IDENTIFICATION DIVISION

RECORDS IS NOT POSSIBLE. FOR THE SAME REASON A CHECK OF

BUREAU INDICES IS ALSO NOT FEASIBLE.

FBI HOUSTON SHOULD REQUEST FBIHQ TO CONDUCT THE ABOVE

CHECKS IF INVESTIGATION REQUESTED IN YOUR DIVISION IN REFERENCED

TELETYPE PROPERLY IDENTIFIES THE ABOVE INDIVIDUAL.

DO NOT TYPE MESSAGE BELOW THIS LINE

APPROVED BY

EMC

DRAFTED BY

JEM/MJW (2)

DATE

4/17/80

ROOM

5078/6

TELE EXT.

4290

1 - MR. MEDER

DO NOT TYPE PAST THIS LINE

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DECLASSIFIED BY SP5 cil Dms

ON 2/15/90

308,506

60 MAY 13 1980

DS 11552

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

FBI/DOJ

DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
COMMUNICATION MESSAGE FORM

PAGE 2

CONTINUATION SHEET

▶ ~~SI~~ PAGE TWO DE HQ 0073 C O N F I D E N T I A L
C & E BY ~~BB~~ REASON {1}; DRD APRIL 15, 1980.

20 BT

18 |

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4

2

DO NOT TYPE PAST THIS LINE

DO NOT TYPE MESSAGE BELOW THIS LINE

RECEIVED
TELETYPE UNIT

17 APR 80 02 25z

RECEIVED
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

Exec AD-Adm.	_____
Exec AD-Inv.	_____
Exec AD-LES	_____
Asst. Dir.:	
Adm. Serv.	_____
Crim. Inv.	_____
Ident.	_____
Intell.	_____
Lab.	_____
Legal Coun.	_____
Plan. & Insp.	_____
Rec. Mgmt.	_____
Tech. Serv.	_____
Training	_____
Public Affs. Off.	_____
Telephone Rm.	_____
Director's Sec'y	_____

HOO011 1070216Z

RR HQ

DE HQ

R 162305Z APR 80

FM HOUSTON (163-536) (RUC)

TO DIRECTOR ROUTINE

BT

UNCLAS

WIGAN HAND BANK; FPC

RE BUREAU TELETYPE TO HOUSTON, APRIL 15, 1980.

NO ARREST LOCATED FOR [REDACTED] AT

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HOUSTON POLICE DEPARTMENT, HARRIS COUNTY SHERIFF'S OFFICE,
HOUSTON INTERCONTINENTAL AIRPORT POLICE, DEPARTMENT OF
PUBLIC SAFETY, UNITED STATES CUSTOMS SERVICE, UNITED STATES
SECRET SERVICE AND UNITED STATES MARSHAL'S SERVICE.

HOUSTON INDICES NEGATIVE.

BT

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,506
DATE 2/15/90 BY SP5CJ/oms

18 APR 17 1980

JUN 6 1980 dsq

NY0013 1162354Z

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07 AM

085 0354Z APR 80

BY MIAMI (196-453) P

TO DIRECTOR IMMEDIATE

DALLAS IMMEDIATE

BT

CONFIDENTIAL

MUGAN HAND BANK; FPC.

REFERENCE BUREAU TELETYPE TO MIAMI AND DALLAS, APRIL 25, 1980; LEGAT, HONG KONG, TELETYPE TO BUREAU, APRIL 25, 1980.

THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG, THE FOLLOWING INFORMATION:

ON INSTANT DATE, [REDACTED] CONTACTED BY MIAMI SPECIAL AGENT AND AGREED TO HAVE RECORD REVIEWED BY FBI AGENT, HOWEVER, HE, [REDACTED] PREFERRED TO BE PRESENT DURING REVIEW. RECORDS LOCATED AT [REDACTED]

[REDACTED] 163-45112-7
[REDACTED] CONTACTED AND ADVISED RECORDS IN TRANSIT TO MIAMI CASE OF DIRECTOR OF CUSTOMS, MIAMI INTERNATIONAL AIRPORT, AND [REDACTED]

DECLASSIFIED BY SP5CJLDM/S
ON 2/13/90 308,586

APR 28 1980

JUN 6 1980 dog

INCONS MAY 19 1980

Outcons JUN 6 1980 *B.F.T.*

APR 29 1980

PAGE TWO MM 196-453 C O N F I D E N T I A L

[REDACTED] ON AMERICAN AIRLINES AIR BILL NUMBER [REDACTED]

OUT TO ARRIVE MIAMI, APRIL 26, 1986, SPECIFIC TIME AND FLIGHT
NUMBER UNKNOWN.

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[REDACTED] NOTIFIED THAT SHIPMENT WILL ARRIVE AND HAS
AGREED TO CONTACT AGENT AND CONDUCT JOINT REVIEW OF CONTENTS
SATURDAY, APRIL 26, 1986. [REDACTED] ADVISED MAJORITY OF
CONTENTS ARE HIS PERSONAL TEXT BOOK COMPANY MANUALS THAT HE
CARRIED WITH HIM TO HONG KONG. RECORDS DO CONTAIN SOME HUGAN
COMPANY COMMUNICATIONS AND MANAGEMENT INFORMATION SYSTEMS TYPE
INFORMATION. HE DOES NOT BELIEVE FILES CONTAIN ANY CLIENT
INFORMATION. HOWEVER, HE WILL FULLY COOPERATE.

THE BUREAU IS FURTHER REQUESTED TO ADVISE LEGAT, HONG KONG,
THAT RECORDS WILL BE REVIEWED AND A DETAILED LISTING PROVIDED BY
TELETYPE UPON COMPLETION OF REVIEW.

DALLAS DIVISION DISCONTINUE.

C & E BY ~~SSA~~, REASON 1, DRD APRIL 25, 2003.

MIAMI WILL REVIEW RECORDS, APRIL 26, 1986, AND PROVIDE
DETAIL TO BUREAU WITH REQUEST FOR RELAY TO LEGAT, HONG KONG.

BT

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A
P

MESSAGE RELAY VIA TELETYPE

DATE 4/15/80	CLASSIFICATION CONFIDENTIAL	PRECEDENCE ROUTINE
-----------------	---	-----------------------

FM DIRECTOR FBI

TO *FBI HOUSTON*

- | | | |
|---|--|---|
| <input type="checkbox"/> The President
<input type="checkbox"/> The Vice President
<input type="checkbox"/> White House Situation Room
<input type="checkbox"/> Attn: National Security Council
<input type="checkbox"/> Department of the Air Force (AFOSI)
<input type="checkbox"/> Department of the Army
<input type="checkbox"/> Naval Investigative Service
<input type="checkbox"/> Commandant, U. S. Coast Guard
<input type="checkbox"/> National Security Agency (DIRNSA/NSOC (ATTN: SOO))
<input type="checkbox"/> Director, Defense Intelligence Agency
<input type="checkbox"/> Director CIA
<input type="checkbox"/> U. S. Secret Service (PID)
<input type="checkbox"/> Attn: Executive Protective Service
<input type="checkbox"/> ZEN/U. S. Postal Service
<input type="checkbox"/> Attn: Chief Postal Inspector | <input type="checkbox"/> Nuclear Regulatory Commission
<input type="checkbox"/> Department of Energy
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: U. S. Customs
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: Bureau of Alcohol Tobacco & Firearms
<input type="checkbox"/> Department of Transportation
<input type="checkbox"/> Attn: Director of Security
<input type="checkbox"/> Drug Enforcement Administration
<input type="checkbox"/> General Services Administration (WASHDC area, specify office)

<input type="checkbox"/> (Other Areas, specify CITY/STATE)

<input type="checkbox"/> Federal Aviation Administration
<input type="checkbox"/> Federal Protective Service
<input type="checkbox"/> Secretary of State
<input type="checkbox"/> Attn: Director Bureau of Intelligence & Research
<input type="checkbox"/> Attn: SCA - VISA Office Room 709 - SA2 | <div style="text-align: right;"><i>8-2</i></div> <input type="checkbox"/> Attorney General
<input type="checkbox"/> Deputy AG
<input type="checkbox"/> Attn: Emergency Programs Center
<input type="checkbox"/> Assistant AG, Civil Rights Div.
<input type="checkbox"/> Assistant AG, Criminal Div.
<input type="checkbox"/> Attn: Internal Security Section
<input type="checkbox"/> Attn: General Crimes Section
<input type="checkbox"/> Assistant AG for Administration
<input type="checkbox"/> Attn: Security & Administrative Services Staff
<input type="checkbox"/> Immigration & Naturalization Service |
|---|--|---|

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐
 SUBJECT:

103-45612-8

APPROVED BY <i>[Signature]</i>	ORIGINATOR <i>JEM/JEM</i>	ROOM <i>5078</i>	TELE EXT. <i>4290</i>
-----------------------------------	------------------------------	---------------------	--------------------------

66 MAY 1980

0038207

DECLASSIFIED BY *SP5C11DM5*
 ON *2/15/96* *308,506*

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

Kinglet 5/15/8
APR 19 1000

USE OF FORM 0-73

1. Only incoming teletype messages which require transmission relay may be prepared for transmission using form 0-73. Use of form 0-73 is restricted to incoming teletype messages received within the last 3 days which require transmission relay; all other teletype messages must be prepared using form 0-93.
2. Additions such as notes and administrative data for a specific addressee are not allowed. If a note or administrative data is required for a particular addressee a separate 0-73 form must be prepared.
3. The message will be transmitted just as it appears. The person approving the message is solely responsible for assuring all necessary editing changes have been made.

PREPARATION OF FORM WHICH CONSISTS OF A PREPRINTED YELLOW.

1. Complete appropriate boxes: date, classification & precedence.
2. List addresses immediately following the "TO" or place a check mark in the appropriate boxes.
3. Type or PRINT the subject in the space provided.
4. Print or type originator's name, room number and telephone extension.
5. Indicate approval for transmission by initialing the "Approved By" box.

15 APR PM 20 08
COMM. SECTION

PREPARATION OF MESSAGE TO BE TRANSMITTED

1. Xerox 1 copy of incoming teletype message. A notation shall be made on the original incoming teletype "1 copy made for relay to SACS _____, (OR LEGATS) _____, (OR GOVERNMENT AGENCIES) _____."
2. Minor editing changes shall be made on the xerox as follows: using a lead pencil ONLY draw single line through the first and last lines of the heading and connect these lines from top right to bottom left forming a "Z," figure. (DO NOT OBLITERATE THE HEADING.) Use horizontal lines to delete sentences or words. Printed changes of a word or two to the text of the message may be made; however, changes to the existing text involving more than a word or two necessitate the originator to initiate a new message using form 0-93.
3. Administrative data or notes may be typed immediately following the text and will be transmitted to all addressees.
4. When using the 0-73 form to disseminate information to field offices, Legal Attaches and other Government agencies simultaneously, the text, notes and administrative data must be identical for all addressees.

P 151232Z APR 84

15 APR 84 07 00z

FM HONG KONG (55-4)

TO DIRECTOR PRIORITY 128-14

LEGAT MANILA (INFO) 4975 ROUTINE 0277-14

BT

~~CONFIDENTIAL~~

163 45612.

Name
Check
Section

ATTENTION: NAME CHECK SECTION.

~~NUGAN HAND BANK. NAME CHECK MATTER. FPC~~

~~HO PLEASE PASS TO HOUSTON.~~

BY TELETYPE DATED 4/15/80 LEGAL Hong Kong advised THAT

THE NUGAN HAND BANK IS ONE OF A NUMBER OF FINANCIAL

INSTITUTIONS USING VARIATIONS OF THE NUGAN HAND NAME (FRANK

NUGAN - AUSTRALIAN CITIZEN; [REDACTED]

THE NUGAN HAND ENTERPRISES HAVE HIRED PROMINENT PEOPLE,

INCLUDING [REDACTED] AS REPRESENTATIVES

IN THE UNITED STATES, AND ACQUIRED OLD, WELL-KNOWN, EUROPEAN
BANKING INSTITUTIONS. (U)

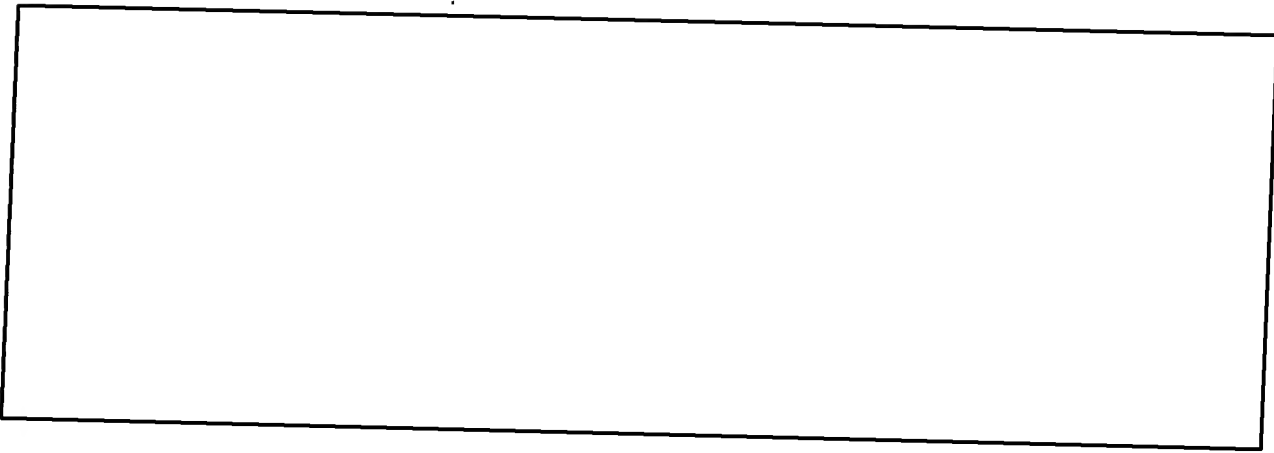
FOR YEARS THERE HAVE BEEN NUMEROUS ALLEGATIONS THAT THE
NUGAN HAND ENTERPRISES HAVE BEEN CONDUITS FOR WASHING MONEY FOR
AUSTRALIA, AND PERHAPS AMERICAN, ORGANIZED CRIME ELEMENTS, AS
WELL AS CORRUPT SOUTHEAST ASIAN GOVERNMENT OFFICIALS AND
INDIVIDUALS INVOLVED IN NARCOTICS TRAFFICKING. THEY WERE ALSO

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PAGE TWO HON 55-4 CONFIDENTIAL

ALLEGED TO BE INVOLVED IN THE HANDLING OF U. S. COUNTERFEIT CURRENCY (THUS THE REASON FOR LEGAT'S 55 CASE DESIGNATION). THE INFORMATION OBTAINED HERE WAS RELAYED TO U. S. SECRET SERVICE IN HONOLULU). NONE OF THESE ALLEGATIONS HAVE EVER BEEN PROVEN ALTHOUGH FRANK NUGAN WAS UNDER INVESTIGATION BY SEVERAL LAW ENFORCEMENT AGENCIES IN AUSTRALIA. HE WAS FOUND DEAD, APPARENTLY OF A SELF-INFLICTED GUNSHOT WOUND, IN AUSTRALIA IN JANUARY 1983 (X). (U)

THE NUGAN HAND BANK, HONG KONG, HAS RECENTLY, APPARENTLY, FAILED. INITIAL ESTIMATES OF LOSS TO DEPOSITORS IS HONG KONG 21 MILLION (US 4 MILLION). ACCOUNTS ARE PRESENTLY BEING
~~ADDED~~
~~ADDED~~. (U)



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PAGE THREE HON 55-4 . CONFIDENTIAL

REQUEST OF FBIHQ:

~~PLEASE CHECK IDENTIFICATION DIVISION, NCIC AND BUFILES~~
~~FOR REFERENCES. SUTEL.~~

LEAD - HOUSTON AT HOUSTON:

~~T LOGICAL~~

CONTACT ~~20-10~~ LOCAL, STATE AND FEDERAL AGENCIES TO
VERIFY ARREST AND OBTAIN DETAILS. SUTEL.

C&E BY ~~EST~~; REASON (1): DPD APRIL 15, 2010.

BT

RECEIVED
TELETYPE UNIT

MM0018 1210005Z

30 APR 80 00 24z

OO HQ

DE MM

O 29 2215Z APR 80

FM MIAMI (196-488) P

TO DIRECTOR IMMEDIATE

BT

~~CONFIDENTIAL~~

NUGAN HAND BANK; FPC.

RE BUREAU TELETYPE TO MIAMI AND DALLAS, APRIL 25, 1980;

MIAMI TELETYPE TO BUREAU, APRIL 25, 1980.

THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG, THE
FOLLOWING INFORMATION:

ON APRIL 28, 1980, [REDACTED] ACCOMPANIED BY

MIAMI SPECIAL AGENT, PICKED UP FROM AMERICAN AIRLINES AIR FREIGHT
THREE BOXES OF RECORDS AND PERSONAL ITEMS THAT HAD BEEN SHIPPED
TO [REDACTED] FROM HONG KONG.

AFTER SEPARATING PERSONAL ITEMS OF [REDACTED] FROM SHIPMENT,
APPROXIMATELY ONE FILE DRAWER OF RECORDS WAS REVIEWED BY SPECIAL
AGENT (SA) AND [REDACTED]

THE MAJORITY OF THE FILES WERE "IN HOUSE" MEMOS UNDER VARIOUS

Exec AD-Adm.	_____
Exec AD-Inv.	_____
Exec AD-LES	_____
Asst. Dir.:	
Adm. Serv.	_____
Crim. Inv.	_____
Ident.	_____
Insp.	_____
Intell.	_____
Lab.	_____
Legal Coun.	_____
Off. Cong. & Public Affs.	_____
Rec. Mgmt.	_____
Tech. Serv.	_____
Training	_____
Off. Liaison & Int. Affs.	_____

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DECLASSIFIED BY SP5C110MS
ON 2/15/90 308,506

6 MAY 20 1980

PAGE TWO MM (196-488) C O N F I D E N T I A L

TITLES AND SUBJECTS CONCERNING PROPOSALS FOR REORGANIZATION OF THE COMPANY AND ITEMS OF GENERAL BACKGROUND INFORMATION INCLUDING PUBLIC INFORMATION TYPE COMPANY BROCHURES.

NO ORIGINAL COMPANY FILES CONTAINED IN SHIPMENTS, ONLY WORKING SUBFILES USED BY [REDACTED] IN HIS REVIEW OF NUMEROUS COMPANY PROCEDURES. NO CLIENT FILES LOCATED. [REDACTED] HAD VERY LIMITED CONTACT WITH ANY NUGAN - HAND CLIENTS. MANY OF THE FILES WERE MADE UP OF ITEMS OF GENERAL BANKING AND MANAGEMENT PRACTICES THAT [REDACTED] CARRIED WITH HIM FROM MIAMI. MOST FILES REVIEWED CONTAIN GENERAL BUSINESS CORRESPONDENCE AND REPORTS OF VARIOUS BUSINESS TELEPHONE CONVERSATIONS.

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[REDACTED]
[REDACTED]
[REDACTED]

b6
b7C
b7D

HAD PRIOR BUSINESS COMMITMENTS APRIL 28 AND APRIL 29 WHICH PRECLUDE AN EARLIER DETAILED REVIEW.

FILES SEPARATED INCLUDED WEEKLY SUMMARY OF DEPOSITS RECEIVED SHOWING CLIENT NUMBER. NO NAMES WERE REFLECTED. NO CROSS-REFERENCE CHART LOCATED CORRELATING CLIENT NUMBERS WITH NAMES.

PAGE THREE MM (196-485) ~~C O N F I D E N T I A L~~

OTHER FILES INCLUDE INFORMATION CONCERNING [REDACTED]

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b7C

OBSERVATION OF VARIOUS AREAS WHEREIN HE AND NUGAN HAND COMPANY
"IN HOUSE" ATTORNEY FELT THAT THE COMPANY WAS NOT IN COMPLIANCE
WITH ESTABLISHED BANKING REGULATIONS OF HONG KONG.

[REDACTED] ADVISED THAT [REDACTED]

[REDACTED] DURING THE APPROXIMATE PERIOD
OCTOBER 1, 1979 THROUGH MARCH 21, 1980. HIS PURPOSE WAS TO

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[REDACTED]
[REDACTED] HIS REASON FOR LEAVING
WAS THAT HE COULD NOT OBTAIN SATISFACTORY ANSWERS FROM MANAGE-
MENT CONCERNING THE FINANCIAL CONDITION OF THE COMPANY.

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CATEGORIES OF FILES REVIEWED ARE AS FOLLOWS: DESK FILES;
GENERAL FILES; PERSONNEL FILES - LOCAL, [REDACTED] FILE ONLY;
BANKS; PROJECTS; NHI-OFFICES; NHI HONG KONG DIVISIONS AND
COUNTRIES THAT NHI DEALT WITH. MANY OF THE FILES WERE EMPTY AND

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b7D

PAGE FOUR MM (196-488) C O N F I D E N T I A L

ADDITIONAL DETAILED INFORMATION WILL BE TRANSMITTED BY
MIAMI DIVISION OF THE FBI THROUGH FBIHQ UPON COMPLETION ON
APRIL 30, 1980, OF DETAILED REVIEW.

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C&E BY ~~7786~~, REASON ONE; DRD APRIL 29, 2000.

ADMINISTRATIVE

FOR THE INFORMATION OF FBIHQ, [] STATES HE DID NOT
SEE ANY EVIDENCE OF ANY NARCOTICS OR ORGANIZED CRIME DOLLAR
LAUNDERING NOR HANDLING OF ANY COUNTERFEIT U.S. CURRENCY THROUGH
NUGAN HAND COMPANY WHILE HE WAS ASSOCIATED WITH IT. HOWEVER, HE
WAS NOT PRIVY TO MUCH FINANCIAL INFORMATION; THEREFORE, HE
RESIGNED. [] CLAIMS THAT MR. NUGAN AND [] WERE
ENTREPRENEURS AND WERE NOT GOOD BANK ADMINISTRATORS. []
FELT THAT FRANK NUGAN DEVOTED TOO MUCH OF HIS TIME ATTEMPTING TO
CLEAR UP HIS FAMILY'S BUSINESS INTERESTS IN AUSTRALIA AND THUS
NEGLECTED NUGAN HAND COMPANY INTERESTS, THEREFORE CONTRIBUTING
TO ITS FINANCIAL PROBLEMS.

[] FORMERLY WORKED FOR []

[] AND HAS BEEN INTERVIEWED AS A
WITNESS IN MIAMI CASE (BUREAU SPECIAL NUMBER 12) ENTITLED

PAGE FIVE MM (196-488) C O N F I D E N T I A L

"NETWORK", MIAMI FILE 183-338. [REDACTED] APPEARS TO ENJOY GOOD

REPUTATION IN [REDACTED]
[REDACTED]

b6
b7C

BT

P 151230Z APR 80

RECEIVED
TELETYPE UNIT
15 APR 80 07 00z

Exec AD-Adm.	_____
Exec AD-Inv.	_____
Exec AD-LES	_____
Asst. Dir.:	_____
Adm. Serv.	_____
Crim. Inv.	_____
Ident.	_____
Insp.	_____
Intell.	_____
Laboratory	_____
Legal Coun.	_____
Plan. & Insp.	_____
Rec. Mgmt.	_____
Tech. Servs.	_____
Training	_____
Public Affs. Off.	_____
Telephone Rm.	_____
Director's Sec'y	_____

FM HONG KONG (55-4)

TO DIRECTOR PRIORITY 128-14

LEGAT MANILA (INFO) 4975 ROUTINE 007-14

BT

~~CONFIDENTIAL~~

ATTENTION: NAME CHECK SECTION.

NUGAN HAND BANK. NAME CHECK MATTER; *FPC*

HO PLEASE PASS TO HOUSTON.

THE NUGAN HAND BANK IS ONE OF A NUMBER OF FINANCIAL INSTITUTIONS USING VARIATIONS OF THE NUGAN HAND NAME (FRANK

NUGAN - AUSTRALIAN CITIZEN; [REDACTED]

THE NUGAN HAND ENTERPRISES HAVE HIRED PROMINENT PEOPLE,

INCLUDING [REDACTED] AS REPRESENTATIVES

IN THE UNITED STATES, AND ACQUIRED OLD, WELL-KNOWN, EUROPEAN BANKING INSTITUTIONS. (U)

FOR YEARS THERE HAVE BEEN NUMEROUS ALLEGATIONS THAT THE NUGAN HAND ENTERPRISES, ^{which are continuing} HAVE BEEN CONDUITS FOR WASHING MONEY FOR AUSTRALIA, AND PERHAPS AMERICAN, ORGANIZED CRIME ELEMENTS, AS WELL AS CORRUPT SOUTHEAST ASIAN ^{GO} GOVERNMENT OFFICIALS AND ¹¹⁰³⁻¹¹⁻⁶¹ INDIVIDUALS INVOLVED IN NARCOTICS TRAFFICKING. THEY WERE ALSO

DECLASSIFIED BY SP5C/dms

ON 2/15/90

308,506

*tel to Hong Kong Houston
4-17-80 JEM:mjw*

APR 24 1980

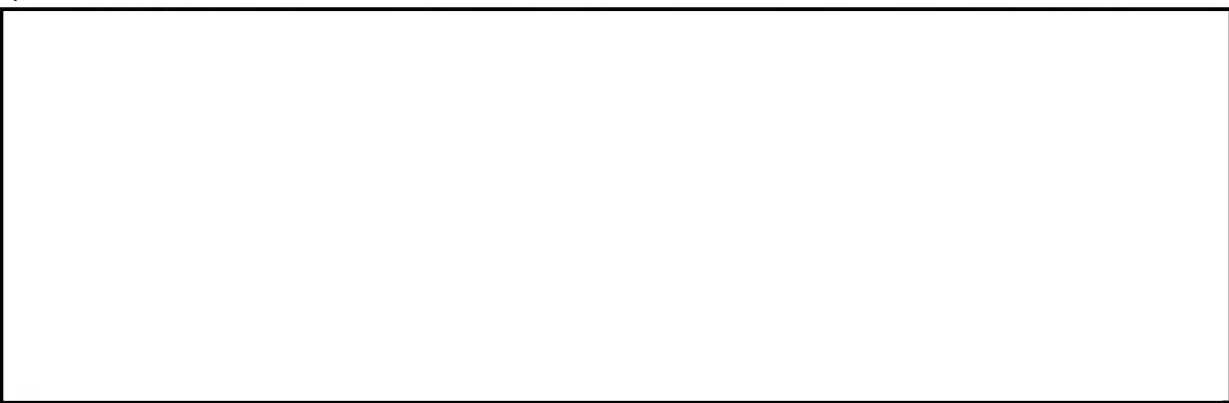
4 MAY 20 1980

b6
b7c

PAGE TWO HON 55-4 ~~CONFIDENTIAL~~

ALLEGED TO BE INVOLVED IN THE HANDLING OF U. S. COUNTERFEIT CURRENCY (THUS THE REASON FOR LEGAT'S 55 CASE DESIGNATION). THE INFORMATION OBTAINED HERE WAS RELAYED TO U. S. SECRET SERVICE IN HONOLULU). NONE OF THESE ALLEGATIONS HAVE EVER BEEN PROVEN ALTHOUGH FRANK NUGAN WAS UNDER INVESTIGATION BY SEVERAL LAW ENFORCEMENT AGENCIES IN AUSTRALIA. HE WAS FOUND DEAD, APPARENTLY OF A SELF-INFLICTED GUNSHOT WOUND, IN AUSTRALIA IN JANUARY 1980 (X)(u)

< THE NUGAN HAND BANK, HONG KONG, HAS RECENTLY, APPARENTLY, FAILED. INITIAL ESTIMATES OF LOSS TO DEPOSITORS IS HONG KONG 21 MILLION (US 4 MILLION). ACCOUNTS ARE PRESENTLY BEING AUDITED. (U)



b7D

PAGE THREE HON 55-4 . ~~CONFIDENTIAL~~

REQUEST OF FBIHQ:

PLEASE CHECK IDENTIFICATION DIVISION, NCIC AND BUFILES
FOR REFERENCES. SUTEL.

LEAD - HOUSTON AT HOUSTON:

~~T LOGICAL~~
CONTACT ~~29-100~~ LOCAL, STATE AND FEDERAL AGENCIES TO

VERIFY ARREST AND OBTAIN DETAILS. SUTEL.

C&E BY ~~287~~; REASON (1): DRD APRIL 15, 2010.

BT

MESSAGE RELAY VIA TELETYPE

DATE H/17/80	CLASSIFICATION UNCLAS EFTO	PRECEDENCE ROUTINE
-----------------	-------------------------------	-----------------------

FM DIRECTOR FBI

TO LEGAL ATTACHE Hong Kong Ad 112

- | | | |
|---|--|---|
| <input type="checkbox"/> The President
<input type="checkbox"/> The Vice President
<input type="checkbox"/> White House Situation Room
<input type="checkbox"/> Attn: National Security Council
<input type="checkbox"/> Department of the Air Force (AFOSI)
<input type="checkbox"/> Department of the Army
<input type="checkbox"/> Naval Investigative Service
<input type="checkbox"/> Commandant, U. S. Coast Guard
<input type="checkbox"/> National Security Agency (DIRNSA/NSOC (ATTN: SOO))
<input type="checkbox"/> Director, Defense Intelligence Agency
<input type="checkbox"/> Director CIA
<input type="checkbox"/> U. S. Secret Service (PID)
<input type="checkbox"/> Attn: Executive Protective Service
<input type="checkbox"/> ZEN/U. S. Postal Service
<input type="checkbox"/> Attn: Chief Postal Inspector | <input type="checkbox"/> Nuclear Regulatory Commission
<input type="checkbox"/> Department of Energy
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: U. S. Customs
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: Bureau of Alcohol Tobacco & Firearms
<input type="checkbox"/> Department of Transportation
<input type="checkbox"/> Attn: Director of Security
<input type="checkbox"/> Drug Enforcement Administration
<input type="checkbox"/> General Services Administration (WASHDC area, specify office)
<input type="checkbox"/> (Other Areas, specify CITY/STATE)
<input type="checkbox"/> Federal Aviation Administration
<input type="checkbox"/> Federal Protective Service
<input type="checkbox"/> Secretary of State
<input type="checkbox"/> Attn: Director Bureau of Intelligence & Research
<input type="checkbox"/> Attn: SCA - VISA Office Room 709 - SA2 | <input type="checkbox"/> Attorney General
<input type="checkbox"/> Deputy AG
<input type="checkbox"/> Attn: Emergency Programs Center
<input type="checkbox"/> Assistant AG, Civil Rights Div.
<input type="checkbox"/> Assistant AG, Criminal Div. <i>JHS</i>
<input type="checkbox"/> Attn: Internal Security Section
<input type="checkbox"/> Attn: General Crimes Section
<input type="checkbox"/> Assistant AG for Administration
<input type="checkbox"/> Attn: Security & Administrative Services Staff
<input type="checkbox"/> Immigration & Naturalization Service |
|---|--|---|

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION. ☐
 SUBJECT:

163-45612-10X

ALL INFORMATION CONTAINED
 HEREIN IS UNCLASSIFIED 308,506
 DATE 2/15/90 BY SP5C10ms

DE-14

163-0-8

APPROVED BY [Signature]	ORIGINATOR JEM/ILM	ROOM 5078	TELE EXT. 4290
----------------------------	-----------------------	--------------	-------------------

JUN 6

1980

B. J. T.

OG 5526

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

USE OF FORM 0-73

APR 13 1980

Only incoming teletype messages which require transmission relay may be prepared for transmission using form 0-73. Use of form 0-73 is restricted to incoming teletype messages received within the last 3 days which require transmission relay; all other teletype messages must be prepared using form 0-93.

2. Additions such as notes and administrative data for a specific addressee are not allowed. If a note or administrative data is required for a particular addressee a separate 0-73 form must be prepared.
3. The message will be transmitted just as it appears. The person approving the message is solely responsible for assuring all necessary editing changes have been made.

PREPARATION OF FORM WHICH CONSISTS OF A PREPRINTED YELLOW.

1. Complete appropriate boxes: date, classification & precedence.
2. List addresses immediately following the "TO" or place a check mark in the appropriate boxes.
3. Type or PRINT the subject in the space provided.
4. Print or type originator's name, room number and telephone extension.
5. Indicate approval for transmission by initialing the "Approved By" box.

PREPARATION OF MESSAGE TO BE TRANSMITTED

1. Xerox 1 copy of incoming teletype message. A notation shall be made on the original incoming teletype "1 copy made for relay to SACS _____, (OR LEGATS) _____, (OR GOVERNMENT AGENCIES) _____."
2. Minor editing changes shall be made on the xerox as follows: using a lead pencil ONLY draw single line through the first and last lines of the heading and connect these lines from top right to bottom left forming a "Z," figure. (DO NOT OBLITERATE THE HEADING.) Use horizontal lines to delete sentences or words. Printed changes of a word or two to the text of the message may be made; however, changes to the existing text involving more than a word or two necessitate the originator to initiate a new message using form 0-93.
3. Administrative data or notes may be typed immediately following the text and will be transmitted to all addressees.
4. When using the 0-73 form to disseminate information to field offices, Legal Attaches and other Government agencies simultaneously, the text, notes and administrative data must be identical for all addressees.

17 APR 1980 1841
COMMUNICATIONS SECTION

17 APR 80 02 25Z

HO0011 1070216Z

RR HQ

DE HQ

R 152325Z APR 80

FM HOUSTON (163-536) (RUC)

TO DIRECTOR ROUTINE

BT

UNCLAS

BUREAU HAND BANK; FPC

RE BUREAU TELETYPE TO HOUSTON, APRIL 15, 1980.
2 BY TELETYPE DATED 4/17/80 HOUSTON ADVISED THAT
NO ARREST LOCATED FOR [REDACTED] AT

HOUSTON POLICE DEPARTMENT, HARRIS COUNTY SHERIFF'S OFFICE,
HOUSTON INTERCONTINENTAL AIRPORT POLICE, DEPARTMENT OF
PUBLIC SAFETY, UNITED STATES CUSTOMS SERVICE, UNITED STATES
SECRET SERVICE AND UNITED STATES MARSHAL'S SERVICE.
HOUSTON INDICES NEGATIVE.

BT

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b7C

TELETYPE UNIT

30 APR 80 22 22z

Exec AD Adm.	
Exec AD Inv.	
Asst. Dir.:	
Adm. Serv.	
Crim. Inv.	
Ident.	
Insp.	
Intell.	
Lab.	
Legal Coun.	
Off. Cong. & Public Affs.	
Rec. Mgmt.	
Tech. Serv.	
Training	
Off. Liaison & Int. Affs.	

MM0014 1212157Z

OO HQ

DE MM

O 30 2130Z APR 80

FM MIAMI (196-488) P

TO DIRECTOR IMMEDIATE

BT

~~C O N F I D E N T I A L~~

NUGAN HAND BANK, FPC.

RE BUREAU TELETYPE TO DALLAS AND MIAMI, APRIL 25, 1980, AND MIAMI TELETYPES TO BUREAU, APRIL 25, 1980, AND APRIL 29, 1980.

THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG, THE FOLLOWING INFORMATION:

ON APRIL 30, 1980, SUMMARY REVIEW OF FILES COMPLETED BY SA OF MIAMI FBI AND [REDACTED] STATES THAT [REDACTED] AND [REDACTED] COMPANY PUBLIC ACCOUNTING FIRM IN HONG KONG HAS VARIOUS NUGAN HAND BANK COMPANY (NH) INFORMATION [REDACTED]

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[REDACTED] FURTHER ADVISED THAT NH ALSO MAINTAINED COMPANY RECORDS IN SINGAPORE AND IN SYDNEY. SYDNEY IS HEADQUARTERS FOR NH. AFTER NUGAN'S DEATH, [REDACTED] SPENT CONSIDERABLE TIME IN SYDNEY ASSISTING IN SETTLING NUGAN'S ESTATE.

0730
4/30/80
A

DECLASSIFIED BY SP5C/dms
ON 2/15/90 308,306

JUN 6 1980 dsq

PAGE TWO MM 196-488 C O N F I D ~~E~~ N T I A L

FILES REFLECT A MEMO DATED FEBRUARY 25, 1980, FROM [REDACTED] TO

[REDACTED] WHICH SETS FORTH VARIOUS NH HONG KONG BANKING PRACTICES THAT VIOLATE ORDINANCE OF HONG KONG BANKING COMMISSIONER. THE MEMO GOES ON TO SET FORTH AT LEAST SIX PROPOSALS TO CORRECT THIS SITUATION AND THUS LEGITIMIZE NH COMPANY'S OPERATIONS IN HONG KONG. THE PURPOSE OF MEMO IS TO RESEARCH THE PROBLEM AND CORRECT THE PROBLEM OR ELSE RECOMMEND THAT NH CEASE BANKING OPERATIONS IN HONG KONG.

ANOTHER MEMO DATED MARCH 13, 1980, EXPLAINS THE RELATIONSHIP BETWEEN NH THAILAND (NHT) AND NH LTD. (NHL) AS A STOCK OWNERSHIP RELATION ONLY WITH NHL OWNING NHT.

ANOTHER MEMO DATED FEBRUARY 26, 1980, REFLECTS [REDACTED]

[REDACTED]
[REDACTED] TO WHICH ONLY SHE AND [REDACTED] HAVE ACCESS. [REDACTED]

DUTIES INCLUDED [REDACTED]
[REDACTED]

[REDACTED] NOT IN SINGAPORE.

ANOTHER MEMO DATED FEBRUARY 8, 1980, REFLECTS CLIENT NUMBER

[REDACTED] TO BE PERSON NAMED [REDACTED]

PAGE THREE MM 196-488 C O N F I D E N T I A L

[REDACTED] THIS MEMO CONCERNED
INTEREST PAYMENTS TO MOLL ON A CERTIFICATE OF DEPOSIT HE HAD WITH
NH BANK.

b6
b7C

ANOTHER MEMO REFLECTS THREE DIGIT CODE NUMBERS FROM ALL NH
EXECUTIVES TOGETHER WITH THEIR TITLES AND LOCATIONS IN ADDITION TO
CORRECT TELEX NUMBERS FROM VARIOUS NH LOCATIONS.

[REDACTED]
[REDACTED] STATES HE WILL ASSIST IN ANY
SPECIFIC INQUIRIES.

b6
b7C
b7D

C AND E BY ~~1887~~; REASON 1, DRD APRIL 30, 2000.

ADMINISTRATIVE

MIAMI DIVISION WILL

[REDACTED]
[REDACTED] FILES TEMPORARILY MAINTAINED AT FBI,
MIAMI, WILL BE RETURNED TO [REDACTED] UACB WITHIN TWO WEEKS FROM DATE
OF THIS COMMUNICATION.

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b7D

BT

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MESSAGE RELAY VIA TELETYPE

DATE 4/25/80	CLASSIFICATION CONFIDENTIAL	PRECEDENCE PRIORITY
-----------------	---	------------------------

FM DIRECTOR FBI

TO LEGAT HONG KONG

- | | | |
|---|--|--|
| <input type="checkbox"/> The President
<input type="checkbox"/> The Vice President
<input type="checkbox"/> White House Situation Room
<input type="checkbox"/> Attn: National Security Council
<input type="checkbox"/> Department of the Air Force (AFOSI)
<input type="checkbox"/> Department of the Army
<input type="checkbox"/> Naval Investigative Service
<input type="checkbox"/> Commandant, U. S. Coast Guard
<input type="checkbox"/> National Security Agency (DIRNSA/NSOC (ATTN: SOO))
<input type="checkbox"/> Director, Defense Intelligence Agency
<input type="checkbox"/> Director CIA
<input type="checkbox"/> U. S. Secret Service (PID)
<input type="checkbox"/> Attn: Executive Protective Service
<input type="checkbox"/> ZEN/U. S. Postal Service
<input type="checkbox"/> Attn: Chief Postal Inspector | <input type="checkbox"/> Nuclear Regulatory Commission
<input type="checkbox"/> Department of Energy
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: U. S. Customs
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: Bureau of Alcohol Tobacco & Firearms
<input type="checkbox"/> Department of Transportation
<input type="checkbox"/> Attn: Director of Security
<input type="checkbox"/> Drug Enforcement Administration
<input type="checkbox"/> General Services Administration (WASHDC area, specify office)

<input type="checkbox"/> (Other Areas, specify CITY/STATE)

<input type="checkbox"/> Federal Aviation Administration
<input type="checkbox"/> Federal Protective Service
<input type="checkbox"/> Secretary of State
<input type="checkbox"/> Attn: Director Bureau of Intelligence & Research
<input type="checkbox"/> Attn: SCA - VISA Office Room 709 - SA2 | <input type="checkbox"/> Attorney General
<input type="checkbox"/> Deputy AG
<input type="checkbox"/> Attn: Emergency Programs Center
<input type="checkbox"/> Assistant AG, Civil Rights Div.
<input type="checkbox"/> Assistant AG, Criminal Div.
<input type="checkbox"/> Attn: Internal Security Section
<input type="checkbox"/> Attn: General Crimes Section
<input type="checkbox"/> Assistant AG for Administration
<input type="checkbox"/> Attn: Security & Administrative Services Staff
<input type="checkbox"/> Immigration & Naturalization Service |
|---|--|--|

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐
 SUBJECT:

SEE ATTACHED

APR 30 1980

APPROVED BY <i>[Signature]</i>	ORIGINATOR BVM	ROOM 5027	TELE EXT. 2805
-----------------------------------	-------------------	--------------	-------------------

60 MAY 22 1980

DECLASSIFIED BY
ON 2/15/96SP5C1 lams
308, 506

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

H. J. 5/16/80

USE OF FORM 0-73

1. Only incoming teletype messages which require transmission relay may be prepared for transmission using form 0-73. Use of form 0-73 is restricted to incoming teletype messages received within the last 3 days which require transmission relay; all other teletype messages must be prepared using form 0-93.
2. Additions such as notes and administrative data for a specific addressee are not allowed. If a note or administrative data is required for a particular addressee a separate 0-73 form must be prepared.
3. The message will be transmitted just as it appears. The person approving the message is solely responsible for assuring all necessary editing changes have been made.

PREPARATION OF FORM WHICH CONSISTS OF A PREPRINTED YELLOW.

1. Complete appropriate boxes: date, classification & precedence.
2. List addresses immediately following the "TO" or place a check mark in the appropriate boxes.
3. Type or PRINT the subject in the space provided.
4. Print or type originator's name, room number and telephone extension.
5. Indicate approval for transmission by initialing the "Approved By" box.

26 APR 80 00 16
FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

PREPARATION OF MESSAGE TO BE TRANSMITTED

1. Xerox 1 copy of incoming teletype message. A notation shall be made on the original incoming teletype "1 copy made for relay to SACS _____, (OR LEGATS) _____, (OR GOVERNMENT AGENCIES) _____."
2. Minor editing changes shall be made on the xerox as follows: using a lead pencil ONLY draw single line through the first and last lines of the heading and connect these lines from top right to bottom left forming a "Z," figure. (DO NOT OBLITERATE THE HEADING.) Use horizontal lines to delete sentences or words. Printed changes of a word or two to the text of the message may be made; however, changes to the existing text involving more than a word or two necessitate the originator to initiate a new message using form 0-93.
3. Administrative data or notes may be typed immediately following the text and will be transmitted to all addressees.
4. When using the 0-73 form to disseminate information to field offices, Legal Attaches and other Government agencies simultaneously, the text, notes and administrative data must be identical for all addressees.

MM0013 1162354Z

00 HI DL

DE MM

025 2354Z APR 80

FM MIAMI (196-488) P

TO DIRECTOR IMMEDIATE

DALLAS IMMEDIATE

BT

~~CONFIDENTIAL~~

MUGAN HAND BANK; FPC.

RECEIVED
TELETYPE UNIT

26 APR 80 00 03Z

RECEIVED
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

Exec AD-Adm.	
Exec AD-LES	
Asst. Dir.:	
Adm. Servs.	
Crim. Inv.	
Ident.	
Intell.	
Laboratory	
Legal Coun.	
Plan. & Insp.	
Rec. Mgmt.	
Tech. Servs.	
Training	
Public Affs. Off.	
Telephone Rm.	
Director's Sec'y	

REFERENCE BUREAU TELETYPE TO MIAMI AND DALLAS, APRIL 25,

1980; LEGAT, HONG KONG, TELETYPE TO BUREAU, APRIL 25, 1980.

~~THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG, THE~~

~~FOLLOWING INFORMATION:~~

BY TELETYPE 4/25/80 FBI MIAMI FURNISHED THE FOLLOWING:

ON INSTANT DATE, [REDACTED] CONTACTED BY MIAMI

SPECIAL AGENT AND AGREED TO HAVE RECORD REVIEWED BY FBI AGENT,

HOWEVER, HE [REDACTED] PREFERRED TO BE PRESENT DURING REVIEW.

RECORDS LOCATED AT [REDACTED]

[REDACTED] CONTACTED AND ADVISED RECORDS IN TRANSIT TO MIAMI
CARE OF DIRECTOR OF CUSTOMS, MIAMI INTERNATIONAL AIRPORT, AND

b6

b7C

PAGE TWO MM 196-488 C O N F I D E N T I A L

[REDACTED] ON AMERICAN AIRLINES AIR BILL NUMBER [REDACTED]
DUE TO ARRIVE MIAMI, APRIL 26, 1980, SPECIFIC TIME AND FLIGHT
NUMBER UNKNOWN.

[REDACTED] NOTIFIED THAT SHIPMENT WILL ARRIVE AND HAS
AGREED TO CONTACT AGENT AND CONDUCT JOINT REVIEW OF CONTENTS
SATURDAY, APRIL 26, 1980. [REDACTED] ADVISED MAJORITY OF
CONTENTS ARE HIS PERSONAL TEXT BOOK COMPANY MANUELS THAT HE
CARRIED WITH HIM TO HONG KONG. RECORDS DO CONTAIN SOME NUGAN
COMPANY COMMUNICATIONS AND MANAGEMENT INFORMATION SYSTEMS TYPE
INFORMATION. HE DOES NOT BELIEVE FILES CONTAIN ANY CLIENT
INFORMATION. HOWEVER, HE WILL FULLY COOPERATE.

b6
b7C

~~THE BUREAU IS FURTHER REQUESTED TO ADVISE LEGAT, HONG KONG,
THAT RECORDS WILL BE REVIEWED AND A DETAILED LISTING PROVIDED BY
TELETYPE UPON COMPLETION OF REVIEW.~~

DALLAS DIVISION DISCONTINUE.

C & E BY ~~387~~ REASON 1, DRD APRIL 25, 2000.

~~MIAMI WILL REVIEW RECORDS, APRIL 26, 1980, AND PROVIDE~~

~~DETAIL TO BUREAU WITH REQUEST FOR RELAY TO LEGAT, HONG KONG.~~

BT

#

3

P 25163Z APR 80

FM HONG KONG (55-4)

TO DIRECTOR PRIORITY 205000Z 00 572

BT

~~CONFIDENTIAL~~

NUGAN HAND BANK. FPC.

REBUTEL S APRIL 17, 1980.

FBIHQ PLEASE PASS TO MIAMI AND DALLAS BY PRIORITY

TELETYPE.

INFORMED

APRIL 25, 1980, THAT

STATES THAT

b6
b7C
b7D

DECLASSIFIED BY SP5c1/dms
ON 2/15/90 308,506

JUN 6 1980 dsq

Mr. Tolson	
Mr. DeLoach	
Mr. Mohr	
Mr. Bishop	
Mr. Casper	
Mr. Callahan	
Mr. Conrad	
Mr. Felt	
Mr. Gale	
Mr. Rosen	
Mr. Sullivan	
Mr. Tavel	
Mr. Trotter	
Tele. Room	
Mr. Holmes	
Miss Gandy	

13

JNCONS MAY 21 1980

Outlines JUN 6 1980 B. J. T.

PAGE TWO

~~CONFIDENTIAL~~

HON 55-4

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	STATES THAT	
--	-------------	--

--

LEADS - MIAMI AND DALLAS:

OBTAIN

--

DETERMINE EXACT LOCATION OF

--

PROVIDE SUMMARY

DESCRIPTION OF

--

--

PAGE THREE ~~CONFIDENTIAL~~ HON 55-4

ADMINISTRATIVE: FOR INFO OF FBIHQ, MIAMI AND DALLAS:

FOR YEARS THERE HAVE BEEN NUMEROUS ALLEGATIONS THAT THE NUGAN HAND ENTERPRISES HAVE BEEN CONDUITS FOR WASHING MONEY FOR AUSTRALIAN AND PERHAPS AMERICAN ORGANIZED CRIME ELEMENTS, AS WELL AS CORRUPT SOUTHEAST ASIAN GOVERNMENT OFFICIALS AND INDIVIDUALS INVOLVED IN NARCOTICS TRAFFICKING. THEY WERE ALSO ALLEGED TO HAVE BEEN INVOLVED IN THE HANDLING OF U. S. COUNTERFEIT CURRENCY (THUS THE REASON FOR LEGAT'S 55 CASE DESIGNATION. INFO OBTAINED IN HONG KONG WAS RELAYED TO U.S. SECRET SERVICE IN HONOLULU). NONE OF THESE ALLEGATIONS HAVE EVER BEEN PROVEN ALTHO FRANK NUGAN WAS UNDER INVESTIGATION BY SEVERAL LAW ENFORCEMENT AGENCIES IN AUSTRALIA WHEN HE WAS FOUND DEAD APPARENTLY OF A SELF-INFLICTED GUNSHOT WOUND IN AUSTRALIA ON JANUARY 27, 1980. (X)(u)

INQUEST TESTIMONY TO DATE INDICATES THAT FRANK NUGAN DIVERTED NUGAN HAND BANKING COMPANY FUNDS TO HIS PERSONAL USE IN THE AMOUNT OF "SEVERAL MILLION U.S. DOLLARS." THE HONG KONG SUBSIDIARY HAS APPARENTLY LOST APPROXIMATELY HONG KONG DOLLARS 14 MILLION (U.S. DOLLARS 2.8 MILLION).

NUGAN HAND INTERNATIONAL, HONG KONG, AND OTHER SUBSIDIARIES ARE BELIEVED TO HAVE INVESTED MONEY FOR VARIOUS INDIVIDUALS AND ORGANIZATIONS UNDER TRUSTEE ACCOUNTS, I.E. IN WHICH THE PRINCIPALS

PAGE FOUR ~~CONFIDENTIAL~~ HON 5

IDENTITIES ARE CONCEALED, AND THE OWNER IN INTEREST APPEARS ONLY AS NUGAN HAND. THE RECORDS AT DALLAS COULD BE VERY ENLIGHTENING IN THIS REGARD.

C&E BY ~~887~~; REASON ONE; DRD APRIL 25, 2000.

BT

MESSAGE RELAY VIA TELETYPE

016

0 *Can Type*
 A *AS*
 P *LP*

DATE 4/29/80	CLASSIFICATION CONFIDENTIAL	PRECEDENCE <i>Time 12:00</i>
-----------------	---	---------------------------------

FM DIRECTOR FBI

TO

LEGAT HONG KONG

- | | | |
|---|--|--|
| <input type="checkbox"/> The President
<input type="checkbox"/> The Vice President
<input type="checkbox"/> White House Situation Room
<input type="checkbox"/> Attn: National Security Council
<input type="checkbox"/> Department of the Air Force (AFOSI)
<input type="checkbox"/> Department of the Army
<input type="checkbox"/> Naval Investigative Service
<input type="checkbox"/> Commandant, U. S. Coast Guard
<input type="checkbox"/> National Security Agency (DIRNSA/NSOC (ATTN: SOO))
<input type="checkbox"/> Director, Defense Intelligence Agency
<input type="checkbox"/> Director CIA
<input type="checkbox"/> U. S. Secret Service (PID)
<input type="checkbox"/> Attn: Executive Protective Service
<input type="checkbox"/> ZEN/U. S. Postal Service
<input type="checkbox"/> Attn: Chief Postal Inspector | <input type="checkbox"/> Nuclear Regulatory Commission
<input type="checkbox"/> Department of Energy
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: U. S. Customs
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: Bureau of Alcohol Tobacco & Firearms
<input type="checkbox"/> Department of Transportation
<input type="checkbox"/> Attn: Director of Security
<input type="checkbox"/> Drug Enforcement Administration
<input type="checkbox"/> General Services Administration (WASHDC area, specify office)

<input type="checkbox"/> (Other Areas, specify CITY/STATE)

<input type="checkbox"/> Federal Aviation Administration
<input type="checkbox"/> Federal Protective Service
<input type="checkbox"/> Secretary of State
<input type="checkbox"/> Attn: Director Bureau of Intelligence & Research
<input type="checkbox"/> Attn: SCA - VISA Office Room 709 - SA2 | <input type="checkbox"/> Attorney General
<input type="checkbox"/> Deputy AG
<input type="checkbox"/> Attn: Emergency Programs Center
<input type="checkbox"/> Assistant AG, Civil Rights Div.
<input type="checkbox"/> Assistant AG, Criminal Div.
<input type="checkbox"/> Attn: Internal Security Section
<input type="checkbox"/> Attn: General Crimes Section
<input type="checkbox"/> Assistant AG for Administration
<input type="checkbox"/> Attn: Security & Administrative Services Staff
<input type="checkbox"/> Immigration & Naturalization Service |
|---|--|--|

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐
 SUBJECT:

see attached

APPROVED BY <i>[Signature]</i>	ORIGINATOR BVM	ROOM 5027	TELE EXT. 2805
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DECLASSIFIED BY *SP5C/LMS*
 ON *2/15/96* *308,566*

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

IN 6 1980 *dog*

INCONS MAY 22 1980

Outcons JUN 6 1980 *B.T.*

USE OF FORM 0-73

1. Only incoming teletype messages which require transmission relay may be prepared for transmission using form 0-73. Use of form 0-73 is restricted to incoming teletype messages received within the last 3 days which require transmission relay; all other teletype messages must be prepared using form 0-93.
2. Additions such as notes and administrative data for a specific addressee are not allowed. If a note or administrative data is required for a particular addressee a separate 0-73 form must be prepared.
3. The message will be transmitted just as it appears. The person approving the message is solely responsible for assuring all necessary editing changes have been made.

PREPARATION OF FORM WHICH CONSISTS OF A-PREPRINTED YELLOW.

1. Complete appropriate boxes: date, classification & precedence.
2. List addresses immediately following the "TO" or place a check mark in the appropriate boxes.
3. Type or PRINT the subject in the space provided.
4. Print or type originator's name, room number and telephone extension.
5. Indicate approval for transmission by initialing the "Approved By" box.

30 APR 80 0414
CONFIDENTIAL

PREPARATION OF MESSAGE TO BE TRANSMITTED

1. Xerox 1 copy of incoming teletype message. A notation shall be made on the original incoming teletype "1 copy made for relay to SACS _____, (OR LEGATS) _____, (OR GOVERNMENT AGENCIES) _____."
2. Minor editing changes shall be made on the xerox as follows: using a lead pencil ONLY draw single line through the first and last lines of the heading and connect these lines from top right to bottom left forming a "Z," figure. (DO NOT OBLITERATE THE HEADING.) Use horizontal lines to delete sentences or words. Printed changes of a word or two to the text of the message may be made; however, changes to the existing text involving more than a word or two necessitate the originator to initiate a new message using form 0-93.
3. Administrative data or notes may be typed immediately following the text and will be transmitted to all addressees.
4. When using the 0-73 form to disseminate information to field offices, Legal Attaches and other Government agencies simultaneously, the text, notes and administrative data must be identical for all addressees.

RECEIVED
TELETYPE UNIT

MM0018 1210005Z

00 HQ

30 APR 80 00 24z mA

DE MM

RECEIVED
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

0 29 2215Z APR 80

FM MIAMI (196-488) P

TO DIRECTOR IMMEDIATE

BT

~~CONFIDENTIAL~~

HUGAN HAND BANK; FPC.

Exec. AD-Inv.	_____
Exec. AD-Adm.	_____
Exec. AD-LES	_____
Asst. Dir.:	_____
Adm. Servs.	_____
Crim. Inv.	_____
Ident.	_____
Intell.	_____
Laboratory	_____
Legal Coun.	_____
Plan. & Insp.	_____
Rec. Mgnt.	_____
Tech. Servs.	_____
Training	_____
Public Affs. Off.	_____
Telephone Rm.	_____
Director's Sec'y	_____

Meda

RE BUREAU TELETYPE TO MIAMI AND DALLAS, APRIL 25, 1980;
MIAMI TELETYPE TO BUREAU, APRIL 25, 1980,
BY TELETYPE 4/29/80 FBI MIAMI FURNISHED THE FOLLOWING:
THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG, THE
FOLLOWING INFORMATION:

ON APRIL 28, 1980, [REDACTED] ACCOMPANIED BY
MIAMI SPECIAL AGENT, PICKED UP FROM AMERICAN AIRLINES AIR FREIGHT
THREE BOXES OF RECORDS AND PERSONAL ITEMS THAT HAD BEEN SHIPPED
TO [REDACTED] FROM HONG KONG.

AFTER SEPARATING PERSONAL ITEMS OF [REDACTED] FROM SHIPMENT,
APPROXIMATELY ONE FILE DRAWER OF RECORDS WAS REVIEWED BY SPECIAL
AGENT (SA) AND [REDACTED]

THE MAJORITY OF THE FILES WERE "IN HOUSE" MEMOS UNDER VARIOUS

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b7C

PAGE TWO MM (196-488) ~~C O N F I D E N T I A L~~

TITLES AND SUBJECTS CONCERNING PROPOSALS FOR REORGANIZATION OF THE COMPANY AND ITEMS OF GENERAL BACKGROUND INFORMATION INCLUDING PUBLIC INFORMATION TYPE COMPANY BROCHURES.

NO ORIGINAL COMPANY FILES CONTAINED IN SHIPMENTS, ONLY WORKING SUBFILES USED BY [REDACTED] IN HIS REVIEW OF NUMEROUS COMPANY PROCEDURES. NO CLIENT FILES LOCATED. [REDACTED] HAD VERY LIMITED CONTACT WITH ANY NUGAN - HAND CLIENTS. MANY OF THE FILES WERE MADE UP OF ITEMS OF GENERAL BANKING AND MANAGEMENT PRACTICES THAT [REDACTED] CARRIED WITH HIM FROM MIAMI. MOST FILES REVIEWED CONTAIN GENERAL BUSINESS CORRESPONDENCE AND REPORTS OF VARIOUS BUSINESS TELEPHONE CONVERSATIONS.

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b7C
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[REDACTED]
[REDACTED] HAD PRIOR BUSINESS COMMITMENTS APRIL 28 AND APRIL 29 WHICH PRECLUDE AN EARLIER DETAILED REVIEW. FILES SEPARATED INCLUDED WEEKLY SUMMARY OF DEPOSITS RECEIVED SHOWING CLIENT NUMBER. NO NAMES WERE REFLECTED. NO CROSS-REFERENCE CHART LOCATED CORRELATING CLIENT NUMBERS WITH NAMES.

PAGE THREE MM (196-488) ~~C O N F I D E N T I A L~~

OTHER FILES INCLUDE INFORMATION CONCERNING [REDACTED] OBSERVATION OF VARIOUS AREAS WHEREIN HE AND NUGAN HAND COMPANY "IN HOUSE" ATTORNEY FELT THAT THE COMPANY WAS NOT IN COMPLIANCE WITH ESTABLISHED BANKING REGULATIONS OF HONG KONG.

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[REDACTED] ADVISED THAT [REDACTED]

[REDACTED] DURING THE APPROXIMATE PERIOD OCTOBER 1, 1979 THROUGH MARCH 21, 1980. HIS PURPOSE WAS TO

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[REDACTED] HIS REASON FOR LEAVING WAS THAT HE COULD NOT OBTAIN SATISFACTORY ANSWERS FROM MANAGEMENT CONCERNING THE FINANCIAL CONDITION OF THE COMPANY.

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CATEGORIES OF FILES REVIEWED ARE AS FOLLOWS: DESK FILES; GENERAL FILES; PERSONNEL FILES - LOCAL, [REDACTED] FILE ONLY; BANKS; PROJECTS; NHI-OFFICES; NHI HONG KONG DIVISIONS AND COUNTRIES THAT NHI DEALT WITH. MANY OF THE FILES WERE EMPTY AND

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PAGE FOUR MM (196-488) ~~C O N F I D E N T I A L~~

ADDITIONAL DETAILED INFORMATION WILL BE TRANSMITTED BY MIAMI DIVISION OF THE FBI THROUGH FBIHQ UPON COMPLETION ON APRIL 30, 1980, OF DETAILED REVIEW.

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C&E BY 7796, REASON ONE; DRD APRIL 29, 2000.

ADMINISTRATIVE

FOR THE INFORMATION OF FBIHQ, [] STATES HE DID NOT SEE ANY EVIDENCE OF ANY NARCOTICS OR ORGANIZED CRIME DOLLAR LAUNDERING NOR HANDLING OF ANY COUNTERFEIT U.S. CURRENCY THROUGH NUGAN HAND COMPANY WHILE HE WAS ASSOCIATED WITH IT. HOWEVER, HE WAS NOT PRIVY TO MUCH FINANCIAL INFORMATION; THEREFORE, HE RESIGNED. [] CLAIMS THAT MR. NUGAN AND [] WERE ENTREPRENEURS AND WERE NOT GOOD BANK ADMINISTRATORS. [] FELT THAT FRANK NUGAN DEVOTED TOO MUCH OF HIS TIME ATTEMPTING TO CLEAR UP HIS FAMILY'S BUSINESS INTERESTS IN AUSTRALIA AND THUS NEGLECTED NUGAN HAND COMPANY INTERESTS, THEREFORE CONTRIBUTING TO ITS FINANCIAL PROBLEMS.

[] FORMERLY WORKED FOR []

[] AND HAS BEEN INTERVIEWED AS A WITNESS IN MIAMI CASE (BUREAU SPECIAL NUMBER 12) ENTITLED

PAGE FIVE MM (196-488) ~~C O N F I D E N T I A L~~

"NETWORK", MIAMI FILE 183-338. [REDACTED]

APPEARS TO ENJOY GOOD

REPUTATION IN [REDACTED]

[REDACTED]
BT

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9 MAY 80 20 25Z

PP HQ

DE SM

P 09 2000Z MAY 88

FM MIAMI (163-2191) P

TO DIRECTOR PRIORITY

~~CONFIDENTIAL~~

NUGAN HAND BANK; FPC.

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RE MIAMI TEL TO BUREAU DATED MAY 7, 1980.

BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG THE
FOLLOWING INFO: (X)(u)

ON MAY 9, 1980, [REDACTED] ADVISED MIAMI SA
THAT HE WOULD BE UNABLE TO COMPLETE HIS RESPONSE UNTIL
MONDAY, MAY 12, 1980. (X)(u)

b6
b7C

MIAMI AT MIAMI WILL OBTAIN [REDACTED] RESPONSE AND
FORWARD SAME TO LEGAT, HONG KONG BY MAY 12, 1980. (X)(u)

C AND E BY ~~1357~~, REASON 1, DRD MAY 9, 2000.

BT
DECLASSIFIED BY SP5ca/loms
ON 2/15/90 308,506

0-73 Henry Wong
0-7-80
JTB/vaw

7 MAY 12 1980

59 MAY 23 1980

Mr. Tolson	
Mr. Belmont	
Mr. Mohr	
Mr. DeLoach	
Mr. Casper	
Mr. Callahan	
Mr. Conrad	
Mr. Felt	
Mr. Gale	
Mr. Rosen	
Mr. Sullivan	
Mr. Tavel	
Mr. Trotter	
Tele. Room	
Director's Sec'y	

P 021440Z MAY 80

FM HONG KONG (55-4)

7 MAY 80 03 44Z

TO DIRECTOR PRIORITY 156-01

BT

COMMUNICATIONS SECTION

~~CONFIDENTIAL~~

MUGAN HAND BANK. FPC.

b6
b7C
b7D

REBUTEL MAY 1, 1980.

HQ PLEASE PASS MIAMI.

[REDACTED]

[REDACTED]

[REDACTED]

Relayed to Miami

a.m. 5-2-80

OK King

*100-111111
FPC
JUN 1 1980
5/2/80*

JUN 6 1980 asg

16 MAY 5 1980

DECLASSIFIED BY SP5C/LMS
ON 2/15/90 308, Sol

BAH

8X

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PAGE TWO HON 55-4 ~~CONFIDENTIAL~~

b6
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PAGE THREE HON 55-4 CONFIDENTIAL

LEADS:

MIAMI AT MIAMI:- PLEASE PRESENT

SUTEL RESPONSES:

C&E BY ~~6~~; REASON (D); DRD MAY 2, 2010.

31

UNITED STATES GOVERNMENT

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION*Memorandum*

TO : Director, FBI ()

DATE: 5/1/80

FROM: Legal Attache, HONG KONG (55-4) (P)

SUBJECT: NUGAN HAND BANK
FPC

Reference: Butels 4/30/80 and 5/1/80.

Dissemination, as outlined below, was made on dates indicated.

☒ One copies of referenced teletype dated 4/30/80.☒ Pertinent information from referenced teletype dated 5/1/80.Name and Location of AgencyDate Furnished

b7D

5/1/80

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED^{308,506}
DATE 2/15/90 BY SP5C110MS

NOT RECORDED

9 MAY 14 1980

2 - Bureau

(1 - Foreign Liaison Desk)

2 - Hong Kong

(1 - HON 66-94)

JFM:eim

(4)



UN 6

1980

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

FBI/DOJ

MESSAGE RELAY VIA TELETYPE

022

U
A
P

DATE 4/30/80	CLASSIFICATION CONFIDENTIAL	PRECEDENCE IMMEDIATE
-----------------	---	-------------------------

FM DIRECTOR FBI

TO

LEGAT HONG KONG

- ☐ The President
☐ The Vice President
☐ White House Situation Room
☐ Attn: National Security Council
☐ Department of the Air Force (AFOSI)
☐ Department of the Army
☐ Naval Investigative Service
☐ Commandant, U. S. Coast Guard
☐ National Security Agency (DIRNSA/NSOC (ATTN: SOO))
☐ Director, Defense Intelligence Agency
☐ Director CIA
☐ U. S. Secret Service (PID)
☐ Attn: Executive Protective Service
☐ ZEN/U. S. Postal Service
☐ Attn: Chief Postal Inspector

- ☐ Nuclear Regulatory Commission
☐ Department of Energy
☐ Department of Treasury
☐ Attn: U. S. Customs
☐ Department of Treasury
☐ Attn: Bureau of Alcohol Tobacco & Firearms
☐ Department of Transportation
☐ Attn: Director of Security
☐ Drug Enforcement Administration
☐ General Services Administration (WASHDC area, specify office)
☐ (Other Areas, specify CITY/STATE)
☐ Federal Aviation Administration
☐ Federal Protective Service
☐ Secretary of State
☐ Attn: Director Bureau of Intelligence & Research
☐ Attn: SCA - VISA Office Room 709 - SA2

- ☐ Attorney General
☐ Deputy AG
☐ Attn: Emergency Programs Center
☐ Assistant AG, Civil Rights Div.
☐ Assistant AG, Criminal Div.
☐ Attn: Internal Security Section
☐ Attn: General Crimes Section
☐ Assistant AG for Administration
☐ Attn: Security & Administrative Services Staff
☐ Immigration & Naturalization Service

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐
 SUBJECT: SEE ATTACHED

DECLASSIFIED BY SP5C11 DMS
 ON 2/15/90 308,506

163-45612-17

APPROVED BY	ORIGINATOR BVM	ROOM 5027	TELE EXT. 2805
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1 MAY 2 1980

66 JUN 7 1980

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

INCONS MAY 30 1980

Outions

JUN 6

1980

B. J. T.

USE OF FORM 0-73

1. Only incoming teletype messages which require transmission relay may be prepared for transmission using form 0-73. Use of form 0-73 is restricted to incoming teletype messages received within the last 3 days which require transmission relay; all other teletype messages must be prepared using form 0-93.
2. Additions such as notes and administrative data for a specific addressee are not allowed. If a note or administrative data is required for a particular addressee a separate 0-73 form must be prepared.
3. The message will be transmitted just as it appears. The person approving the message is solely responsible for assuring all necessary editing changes have been made.

PREPARATION OF FORM WHICH CONSISTS OF A PREPRINTED YELLOW.

1. Complete appropriate boxes: date, classification & precedence.
2. List addresses immediately following the "TO" or place a check mark in the appropriate boxes.
3. Type or PRINT the subject in the space provided.
4. Print or type originator's name, room number and telephone extension.
5. Indicate approval for transmission by initialing the "Approved By" box.

PREPARATION OF MESSAGE TO BE TRANSMITTED

1. Xerox 1 copy of incoming teletype message. A notation shall be made on the original incoming teletype "1 copy made for relay to SACS _____, (OR LEGATS) _____, (OR GOVERNMENT AGENCIES) _____."
2. Minor editing changes shall be made on the xerox as follows: using a lead pencil ONLY draw single line through the first and last lines of the heading and connect these lines from top right to bottom left forming a "Z," figure. (DO NOT OBLITERATE THE HEADING.) Use horizontal lines to delete sentences or words. Printed changes of a word or two to the text of the message may be made; however, changes to the existing text involving more than a word or two necessitate the originator to initiate a new message using form 0-93.
3. Administrative data or notes may be typed immediately following the text and will be transmitted to all addressees.
4. When using the 0-73 form to disseminate information to field offices, Legal Attaches and other Government agencies simultaneously, the text, notes and administrative data must be identical for all addressees.

COMM. DIV.
FBI
MAY 29 01 12

RECEIVED
TELETYPE UNIT

30 APR 80 22 22Z

RECEIVED
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

Exec. AD-Inv.	_____
Exec. AD-Adm.	_____
Exec. AD-LES	_____
Asst. Dir.:	_____
Adm. Servs.	_____
Crim. Inv.	_____
Ident.	_____
Intell.	_____
Laboratory	_____
Legal Coun.	_____
Plan & Insp.	_____
Rec. Mgnt.	_____
Tech. Servs.	_____
Training	_____
Public Affs. Off.	_____
Telephone Rm.	_____
Director's Sec'y	_____

MM0014 121215Z

OO HQ

DE MM

O 30 2130Z APR 80

FM MIAMI (196-488) P

TO DIRECTOR IMMEDIATE

BT

~~CONFIDENTIAL~~

NUGAN HAND-BANK, FPC.

BY TELETYPE 4/30/80 FBI MIAMI FURNISHED THE FOLLOWING:
RE BUREAU TELETYPE TO DALLAS AND MIAMI, APRIL 25, 1980, AND

MIAMI TELETYPES TO BUREAU, APRIL 25, 1980, AND APRIL 29, 1980.

THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG, THE
FOLLOWING INFORMATION:

ON APRIL 30, 1980, SUMMARY REVIEW OF FILES COMPLETED BY SA OF
MIAMI FBI AND [REDACTED] STATES THAT [REDACTED] AND
COMPANY PUBLIC ACCOUNTING FIRM IN HONG KONG HAS VARIOUS NUGAN HAND
BANK COMPANY (NH) INFORMATION [REDACTED]

[REDACTED] FURTHER ADVISED THAT NH ALSO MAINTAINED
COMPANY RECORDS IN SINGAPORE AND IN SYDNEY. SYDNEY IS HEADQUARTERS
FOR NH. AFTER NUGAN'S DEATH, [REDACTED] SPENT CONSIDERABLE TIME IN
SYDNEY ASSISTING IN SETTLING NUGAN'S ESTATE.

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TWO MM 196-488 ~~C O N F I D E N T I A L~~

FILES REFLECT A MEMO DATED FEBRUARY 25, 1980, FROM [REDACTED] TO

[REDACTED] WHICH SETS FORTH VARIOUS NH HONG KONG BANKING PRACTICES THAT VIOLATE ORDINANCE OF HONG KONG BANKING COMMISSIONER. THE MEMO GOES ON TO SET FORTH AT LEAST SIX PROPOSALS TO CORRECT THIS SITUATION AND THUS LEGITIMIZE NH COMPANY'S OPERATIONS IN HONG KONG. THE PURPOSE OF MEMO IS TO RESEARCH THE PROBLEM AND CORRECT THE PROBLEM OR ELSE RECOMMEND THAT NH CEASE BANKING OPERATIONS IN HONG KONG.

ANOTHER MEMO DATED MARCH 13, 1980, EXPLAINS THE RELATIONSHIP BETWEEN NH THAILAND (NHT) AND NH LTD. (NHL) AS A STOCK OWNERSHIP RELATION ONLY WITH NHL OWNING NHT.

ANOTHER MEMO DATED FEBRUARY 26, 1980, REFLECTS [REDACTED]

[REDACTED] TO WHICH ONLY SHE AND [REDACTED] HAVE ACCESS. [REDACTED]

DUTIES INCLUDED [REDACTED]

[REDACTED] NOT IN SINGAPORE.

ANOTHER MEMO DATED FEBRUARY 8, 1980, REFLECTS CLIENT NUMBER

[REDACTED] TO BE PERSON NAMED [REDACTED]

PAGE THREE MM 196-488 C O N F I D E N T I A L

[REDACTED] THIS MEMO CONCERNED
INTEREST PAYMENTS TO MOLL ON A CERTIFICATE OF DEPOSIT HE HAD WITH
NH BANK. /

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b7C

ANOTHER MEMO REFLECTS THREE DIGIT CODE NUMBERS FROM ALL NH
EXECUTIVES TOGETHER WITH THEIR TITLES AND LOCATIONS IN ADDITION TO
CORRECT TELEX NUMBERS FROM VARIOUS NH LOCATIONS.

[REDACTED]
[REDACTED] STATES HE WILL ASSIST IN ANY
SPECIFIC INQUIRIES.

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b7D

C AND E BY ~~867~~; REASON 1, DRD APRIL 30, 2000.
4/18

ADMINISTRATIVE

MIAMI DIVISION WILL [REDACTED]

[REDACTED] FILES TEMPORARILY MAINTAINED AT FBI,
MIAMI, WILL BE RETURNED TO [REDACTED] UACB WITHIN TWO WEEKS FROM DATE
OF THIS COMMUNICATION.

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b7D

BT

#

4

MM0005 128153Z

PP HQ

DE MM

P 071532Z MAY 80

FM MIAMI (163-2191) P

TO DIRECTOR PRIORITY

BT

~~C O N F I D E N T I A L~~

MUGAN HAND BANK; FPC:

RE BUREAU TELETYPE TO MIAMI, MAY 2, 1980.

BUREAU IS REQUESTED TO RELAY THE FOLLOWING INFORMATION TO

LEGAT, HONG KONG:

ON MAY 7, 1980, [REDACTED] WAS CONTACTED CONCERNING

b6
b7C
b7D

MIAMI, AT MIAMI, WILL [REDACTED] AND

FORWARD SAME TO LEGAT, HONG KONG, ON MAY 9, 1980.

• DECLASSIFIED BY SP5C/10ms
ON 2/15/90 308,506

MAY 8 1980

JUN 6 1980

PAGE TWO MM (163-2191) C O N F I D E N T I A L

C&E BY 1357, REASON 1, DRD MAY 7, 2000.

BT

MMO 017 1380147Z

RR HI

DE MM

R 16 2200Z MAY 1980

FM MIAMI (163-2191) P

TO DIRECTOR R OUTLINE

BT

~~CONFIDENTIAL~~

MUGAW HAND BANK; FPC.

RE BUREAU TELETYPE TO MIAMI, MAY 2, 1980.

THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG THE
FOLLOWING INFORMATION:

[REDACTED] HAS RESPONDED IN WRITING TO [REDACTED]

[REDACTED] RESPONSE WILL BE FORWARDED BY MAIL.

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b7D

79
22 MAY 19 1980

DECLASSIFIED BY SP5C110MS
ON 3/5/90 308,506

Relayed to

Seopt, Hong Kong

9:11 PM 5-17 JUN 10 1980

Pub. by

1 cc - T. D. R.
FCC 5/19/80
J. R.

PAGE TWO MM 163-2191 C O N F I D E N T I A L

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b7D

HAS REQUESTED THAT

MIAMI AT MIAMI, FLORIDA WILL TRANSMIT RESPONSE BY AIRTEL
TO THE BUREAU FOR FORWARDING TO LEGAT, HONG KONG.

THE BUREAU IS AGAIN REQUESTED TO RELAY TO LEGAT, HONG
KONG THE ABOVE INFORMATION.

C&E BY ~~1357~~, REASON 1, DRD MAY 16, 2000.

BT

MESSAGE RELAY VIA TELETYPE

DATE 5-2-80	CLASSIFICATION CONFIDENTIAL	PRECEDENCE PRIORITY
----------------	---	------------------------

FM DIRECTOR FBI

TO MIAMI

- | | | |
|---|--|--|
| <input type="checkbox"/> The President
<input type="checkbox"/> The Vice President
<input type="checkbox"/> White House Situation Room
<input type="checkbox"/> Attn: National Security Council
<input type="checkbox"/> Department of the Air Force (AFOSI)
<input type="checkbox"/> Department of the Army
<input type="checkbox"/> Naval Investigative Service
<input type="checkbox"/> Commandant, U. S. Coast Guard
<input type="checkbox"/> National Security Agency (DIRNSA/NSOC (ATTN: SOO))
<input type="checkbox"/> Director, Defense Intelligence Agency
<input type="checkbox"/> Director CIA
<input type="checkbox"/> U. S. Secret Service (PID)
<input type="checkbox"/> Attn: Executive Protective Service
<input type="checkbox"/> ZEN/U. S. Postal Service
<input type="checkbox"/> Attn: Chief Postal Inspector | <input type="checkbox"/> Nuclear Regulatory Commission
<input type="checkbox"/> Department of Energy
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: U. S. Customs
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: Bureau of Alcohol Tobacco & Firearms
<input type="checkbox"/> Department of Transportation
<input type="checkbox"/> Attn: Director of Security
<input type="checkbox"/> Drug Enforcement Administration
<input type="checkbox"/> General Services Administration (WASHDC area, specify office)

<input type="checkbox"/> (Other Areas, specify CITY/STATE)

<input type="checkbox"/> Federal Aviation Administration
<input type="checkbox"/> Federal Protective Service
<input type="checkbox"/> Secretary of State
<input type="checkbox"/> Attn: Director Bureau of Intelligence & Research
<input type="checkbox"/> Attn: SCA - VISA Office Room 709 - SA2 | <input type="checkbox"/> Attorney General
<input type="checkbox"/> Deputy AG
<input type="checkbox"/> Attn: Emergency Programs Center
<input type="checkbox"/> Assistant AG, Civil Rights Div.
<input type="checkbox"/> Assistant AG, Criminal Div.
<input type="checkbox"/> Attn: Internal Security Section
<input type="checkbox"/> Attn: General Crimes Section
<input type="checkbox"/> Assistant AG for Administration
<input type="checkbox"/> Attn: Security & Administrative Services Staff
<input type="checkbox"/> Immigration & Naturalization Service |
|---|--|--|

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐
 SUBJECT:

SEE ATTACHED

b6
b7c

MAY 5 1980

APPROVED BY m/DAK	ORIGINATOR	ROOM 5027	TELE EXT. 2805
----------------------	------------	--------------	-------------------

6 Meder

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

 DECLASSIFIED BY SP5C/LDMs
 ON 2/15/90 308,506

80 JUN 05 1980

USE OF FORM 0-73

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PREPARATION OF FORM WHICH CONSISTS OF A PREPRINTED YELLOW.

1. Complete appropriate boxes: date, classification & precedence.
2. List addresses immediately following the "TO" or place a check mark in the appropriate boxes.
3. Type or PRINT the subject in the space provided.
4. Print or type originator's name, room number and telephone extension.
5. Indicate approval for transmission by initialing the "Approved By" box.

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4. When using the 0-73 form to disseminate information to field offices, Legal Attaches and other Government agencies simultaneously, the text, notes and administrative data must be identical for all addressees.

~~RECEIVED~~
~~TELETYPE UNIT~~

~~P 021440Z MAY 80~~

~~FM HONG KONG (55-4)~~

2 MAY 80 08-44Z

~~TO DIRECTOR PRIORITY 156-0~~

RECEIVED
COMMUNICATIONS SECTION

~~BT~~

CONFIDENTIAL

NUGAN HAND BANK. FPC.

LEGAT, HONG KONG (55-4) ADVISED BY TELETYPE MAY 2, 1980, AS FOLLOWS
REBUTEL MAY 1, 1980.

~~HC PLEASE PASS MIAMI~~

Exec. AD-Adm.	_____
Exec. AD-Adm.	_____
Exec. AD-LES	_____
Asst. Dir.	_____
Adm. Serv.	_____
Com. Serv.	_____
Ident.	_____
Intell.	_____
Laboratory	_____
Legal Coun.	_____
Plan. & Insp.	_____
Rec. Mgmt.	_____
Tech. Servs.	_____
Training	_____
Public Affs. Off.	_____
Telephone Rm.	_____
Director's Sec'y	_____

Medea

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b6
b7C
b7D

~~PAGE TWO~~ ~~NOV 55 4~~ ~~CONFIDENTIAL~~

b6
b7C
b7D

~~PAGE THREE~~ ~~HOW 55-4-2~~ ~~CONFIDENTIAL~~

LEADS:

MIAMI AT MIAMI: PLEASE PRESENT

SUTEL RESPONSES.

C&E BY ~~SEA~~ ⁷⁴⁷⁸; REASON (1); DRD MAY 2, 2010.

BT

4

013

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A
P

MESSAGE RELAY VIA TELETYPE

DATE 5/9/80	CLASSIFICATION CONFIDENTIAL	PRECEDENCE PRIORITY
----------------	---	------------------------

FM DIRECTOR FBI

TO

HONG KONG

- 113*
- ☐ The President
- ☐ The Vice President
- ☐ White House Situation Room
- ☐ Attn: National Security Council
- ☐ Department of the Air Force (AFOSI)
- ☐ Department of the Army
- ☐ Naval Investigative Service
- ☐ Commandant, U. S. Coast Guard
- ☐ National Security Agency (DIRNSA/NSOC (ATTN: SOO))
- ☐ Director, Defense Intelligence Agency
- ☐ Director CIA
- ☐ U. S. Secret Service (PID)
- ☐ Attn: Executive Protective Service
- ☐ ZEN/U. S. Postal Service
- ☐ Attn: Chief Postal Inspector

- ☐ Nuclear Regulatory Commission
- ☐ Department of Energy
- ☐ Department of Treasury
- ☐ Attn: U. S. Customs
- ☐ Department of Treasury
- ☐ Attn: Bureau of Alcohol Tobacco & Firearms
- ☐ Department of Transportation
- ☐ Attn: Director of Security
- ☐ Drug Enforcement Administration
- ☐ General Services Administration (WASHDC area, specify office)
- ☐ (Other Areas, specify CITY/STATE)
- ☐ Federal Aviation Administration
- ☐ Federal Protective Service
- ☐ Secretary of State
- ☐ Attn: Director Bureau of Intelligence & Research
- ☐ Attn: SCA - VISA Office Room 709 - SA2

- P-5
0113*
- ☐ Attorney General
- ☐ Deputy AG
- ☐ Attn: Emergency Programs Center
- ☐ Assistant AG, Civil Rights Div.
- ☐ Assistant AG, Criminal Div.
- ☐ Attn: Internal Security Section
- ☐ Attn: General Crimes Section
- ☐ Assistant AG for Administration
- ☐ Attn: Security & Administrative Services Staff
- ☐ Immigration & Naturalization Service

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐
SUBJECT:

SEE ATTACHED

DECLASSIFIED BY SP5 cll oms
ON 2/15/90 308,506

163-45612-21

APPROVED <i>FM/113</i>	ORIGINATOR JWP	ROOM 5027	TELE EXT. 2805
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MAY 13 1980

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

68 JUN 05 1980

USE OF FORM 0-73

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MAY 14 1980

10 MAY 1980 0136
COMM. DIV.
NOTATION

RECEIVED
TELETYPE UNIT

9 MAY 80 20 25z

RECEIVED
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

MM0013 130202Z

PP HQ

DE MM

P 09 2000Z MAY 80

FM MIAMI (163-2191) P

TO DIRECTOR PRIORITY

~~CONFIDENTIAL~~

NUGAN HAND BANK; FPC.

~~RE MIAMI TEL TO BUREAU DATED MAY 7, 1980.~~

~~BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG THE~~

~~FOLLOWING INFO: (u)~~

ON 5/9/80, MIAMI ADVISED BY TELETYPE AS FOLLOWS:
ON MAY 9, 1980, [REDACTED] ADVISED MIAMI SA

THAT HE WOULD BE UNABLE TO COMPLETE HIS RESPONSE UNTIL
MONDAY, MAY 12, 1980. (u)

MIAMI AT MIAMI WILL OBTAIN [REDACTED] RESPONSE AND

FORWARD SAME TO LEGAT, HONG KONG BY MAY 12, 1980. (u)

C AND E BY 1357, REASON 1, DRD MAY 9, 2000.

BT

Exec. AD-Inv.	_____
Exec. AD-Adm.	_____
Exec. AD-LES	_____
Asst. Dir.:	
Adm. Servs.	_____
Crim. Inv.	_____
Ident.	_____
Intell.	_____
Laboratory	_____
Legal Coun.	_____
Plan. & Insp.	_____
Rec. Mgnt.	_____
Tech. Servs.	_____
Training	_____
Public Affs. Off.	_____
Telephone Rm.	_____
Director's Sec'y	_____

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b7C

FBI

TRANSMIT VIA:

- ☐ Teletype
- ☐ Facsimile
- ☐ Airtel

PRECEDENCE:

- ☐ Immediate
- ☐ Priority
- ☐ Routine

CLASSIFICATION:

- ☐ TOP SECRET
- ☐ SECRET
- ☐ CONFIDENTIAL
- ☐ UNCLAS E F T O
- ☐ UNCLAS

5/19/80
Date _____

TO: DIRECTOR, FBI
FROM: SAC, MIAMI (163-2191) (P) CONFIDENTIAL
SUBJECT: NUGAN HAND BANK;
FPC

Re Bureau teletype to Miami dated 5/2/80, and Miami teletype to Bureau dated 5/16/80.

Enclosed for the Bureau is a five page typed response prepared by _____

The Bureau is requested to forward enclosure to the Legat Hong Kong _____

Miami Division awaiting response to questions set forth in second referenced teletype concerning shipping instructions for return of records and Attkisson's legal fees.

~~CONFIDENTIAL~~
CLASSIFIED AND EXTENDED BY 1357
REASON FOR EXTENSION SCIM, II, L-2.4.2.
DATE OF REVIEW FOR DECLASSIFICATION - MAY 19, 2000.

②-Bureau (RM) (Enc. 5)
2-Miami (163-2191)
HTK/kr
(4)

*1cc + enc to
Hanging by
J. 5/27/80
L. J.*

22 MAY 23 1980

DECLASSIFIED BY SP5Ciloms
ON 2/15/90 300,506

Approved: _____ Transmitted _____ (Number) _____ (Time) _____ Per _____

065

MESSAGE RELAY VIA TELETYPE

DATE 5/8/80	CLASSIFICATION CONFIDENTIAL	PRECEDENCE ROUTINE
----------------	---	-----------------------

FM DIRECTOR FBI

TO LEGAL ATTACHE HONG KONG

- | | | |
|---|--|--|
| <input type="checkbox"/> The President
<input type="checkbox"/> The Vice President
<input type="checkbox"/> White House Situation Room
<input type="checkbox"/> Attn: National Security Council
<input type="checkbox"/> Department of the Air Force (AFOSI)
<input type="checkbox"/> Department of the Army
<input type="checkbox"/> Naval Investigative Service
<input type="checkbox"/> Commandant, U. S. Coast Guard
<input type="checkbox"/> National Security Agency (DIRNSA/NSOC (ATTN: SOO))
<input type="checkbox"/> Director, Defense Intelligence Agency
<input type="checkbox"/> Director CIA
<input type="checkbox"/> U. S. Secret Service (PID)
<input type="checkbox"/> Attn: Executive Protective Service
<input type="checkbox"/> ZEN/U. S. Postal Service
<input type="checkbox"/> Attn: Chief Postal Inspector | <input type="checkbox"/> Nuclear Regulatory Commission
<input type="checkbox"/> Department of Energy
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: U. S. Customs
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: Bureau of Alcohol Tobacco & Firearms
<input type="checkbox"/> Department of Transportation
<input type="checkbox"/> Attn: Director of Security
<input type="checkbox"/> Drug Enforcement Administration
<input type="checkbox"/> General Services Administration (WASHDC area, specify office)
<input type="checkbox"/> (Other Areas, specify CITY/STATE)
<input type="checkbox"/> Federal Aviation Administration
<input type="checkbox"/> Federal Protective Service
<input type="checkbox"/> Secretary of State
<input type="checkbox"/> Attn: Director Bureau of Intelligence & Research
<input type="checkbox"/> Attn: SCA - VISA Office Room 709 - SA2 | <input type="checkbox"/> Attorney General
<input type="checkbox"/> Deputy AG
<input type="checkbox"/> Attn: Emergency Programs Center
<input type="checkbox"/> Assistant AG, Civil Rights Div.
<input type="checkbox"/> Assistant AG, Criminal Div.
<input type="checkbox"/> Attn: Internal Security Section
<input type="checkbox"/> Attn: General Crimes Section
<input type="checkbox"/> Assistant AG for Administration
<input type="checkbox"/> Attn: Security & Administrative Services Staff
<input type="checkbox"/> Immigration & Naturalization Service |
|---|--|--|

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐
 SUBJECT:

APPROVED BY /	ORIGINATOR Jem/Jem	ROOM 5078	TELE EXT. 4290
------------------	-----------------------	--------------	-------------------

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

MAY 13 1980

DECLASSIFIED BY SP5C10ms

ON 2/15/90

308,506

68 JUN 19 1980

FBI/DOJ

INCONS JUN 10 1980
Wtcons 6/18/80 BTA

USE OF FORM 0-73

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COMM. SEC. DIV.
FBI
8 MAY 80

RECEIVED
TELETYPE UNIT

7 MAY 80 15 52z

~~CONFIDENTIAL~~

Neel

Exec. AD Adm.	_____
Exec. AD Acad.	_____
Exec. AD Sch.	_____
Asst. Dir.:	
Adm. Serv.	_____
Inv. Serv.	_____
Rec. Mgmt.	_____
Spec. Inv.	_____
Student Aff.	_____
Bus. Aff.	_____
Ext. Aff.	_____
Inst. Aff.	_____
Off. of Cong. & Public Aff.	_____
Director's Sec'y	_____

BT

~~CONFIDENTIAL~~

• NUGAN HAND BANK; FPC.

~~RE BUREAU TELETYPE TO MIAMI, MAY 2, 1980.~~

~~BUREAU IS REQUESTED TO RELAY THE FOLLOWING INFORMATION TO~~

~~LEGAT. HONG KONG:~~

~~LEGAT, HONG KONG:~~
BY TELETYPE DATED 5/7/80 MIAMI ADVISED THAT
ON MAY 7, 1980, [REDACTED] WAS CONTACTED CONCERNING

MIAMI, AT MIAMI, WILL

LAND

FORWARD SAME TO LEGAT, HONG KONG, ON MAY 9, 1980.

b6
b7C
b7D

PAGE TWO MM (163-2191) C O N F I D E N T I A L
C&E BY ~~1357~~, REASON 1, DRD MAY 7, 2000.

BT

036

MESSAGE RELAY VIA TELETYPE

DATE 5-17-80	CLASSIFICATION CONFIDENTIAL	PRECEDENCE PRIORITY
-----------------	---	------------------------

FM DIRECTOR FBI

TO LEGAT, HONG KONG

- ☐ The President
☐ The Vice President
☐ White House Situation Room
☐ Attn: National Security Council
☐ Department of the Air Force (AFOSI)
☐ Department of the Army
☐ Naval Investigative Service
☐ Commandant, U. S. Coast Guard
☐ National Security Agency (DIRNSA/NSOC (ATTN: SOO))
☐ Director, Defense Intelligence Agency
☐ Director CIA
☐ U. S. Secret Service (PID)
☐ Attn: Executive Protective Service
☐ ZEN/U. S. Postal Service
☐ Attn: Chief Postal Inspector

- ☐ Nuclear Regulatory Commission
☐ Department of Energy
☐ Department of Treasury
☐ Attn: U. S. Customs
☐ Department of Treasury
☐ Attn: Bureau of Alcohol Tobacco & Firearms
☐ Department of Transportation
☐ Attn: Director of Security
☐ Drug Enforcement Administration
☐ General Services Administration (WASHDC area, specify office)
☐ (Other Areas, specify CITY/STATE)
☐ Federal Aviation Administration
☐ Federal Protective Service
☐ Secretary of State
☐ Attn: Director Bureau of Intelligence & Research
☐ Attn: SCA - VISA Office Room 709 - SA2

- ☐ Attorney General
☐ Deputy AG
☐ Attn: Emergency Programs Center
☐ Assistant AG, Civil Rights Div.
☐ Assistant AG, Criminal Div.
☐ Attn: Internal Security Section
☐ Attn: General Crimes Section
☐ Assistant AG for Administration
☐ Attn: Security & Administrative Services Staff
☐ Immigration & Naturalization Service

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐
 SUBJECT:

SEE ATTACHED

b6
b7C

APPROVED BY m/pwc	ORIGINATOR <div style="border: 1px solid black; width: 150px; height: 20px;"></div>	ROOM 5027	TELE EXT. 2805
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60 JUN 13 1980

01132-1
MAY 18 1980

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

DECLASSIFIED BY SP5C11 DMS
ON 2/15/90 368, 566

MAY 21 1980

USE OF FORM 0-73

17 MAY 80 11 00

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~~MMO 617-1380147Z~~

~~RR HI~~

~~DE MM~~

~~R 163200Z MAY 1980~~

~~FM MIAMI (163-2191) P~~

~~TO DIRECTOR ROUTINE~~

~~BT~~

~~RECEIVED
TELETYPE UNIT~~

67 MAY 20 03 04Z

TELETYPE UNIT
COMMUNICATIONS SECTION

Exec AD-Inv.	
Exec AD-Adm.	
Exec AD-LES	
Asst. Dir.:	
Adm. Serv.	
Crim. Inv.	
Ident.	
Insp.	
Intell.	
Lab.	
Legal Coun.	
Off. Cong. & Public Affs.	
Rec. Mgmt.	
Tech. Serv.	
Training	
Off. Liaison & Int. Affs.	

~~CONFIDENTIAL~~

NUGAN HARBANK; FPC.

MIAMI OFFICE (163-2191) ADVISED BY TELETYPE MAY 17, 1980, AS FOLLOWS:

RE BUREAU TELETYPE TO MIAMI, MAY 2, 1980.

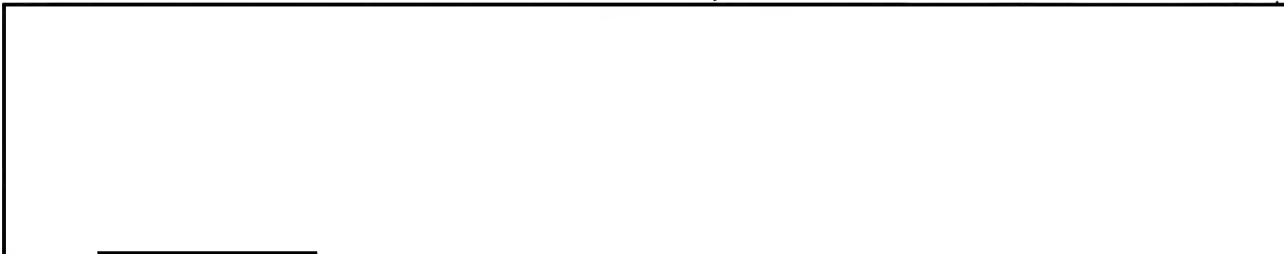
~~THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG THE
FOLLOWING INFORMATION:~~

[REDACTED] HAS RESPONDED IN WRITING TO [REDACTED]

[REDACTED] RESPONSE WILL BE FORWARDED BY MAIL.

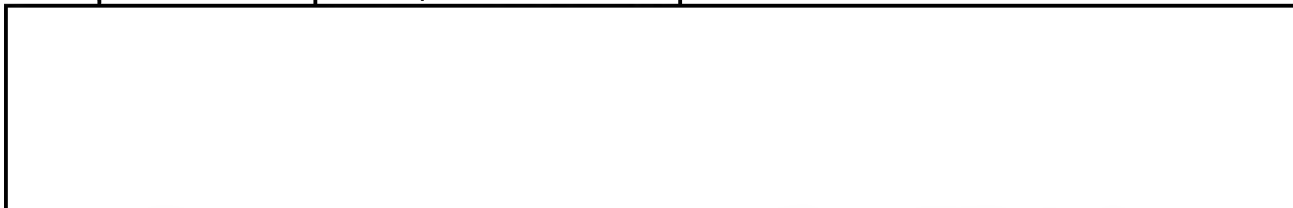
b6
b7C
b7D

~~PAGE TWO MM: 163-2191-CONFIDENTIAL~~



HAS REQUESTED THAT

b6
b7C
b7D



MIAMI AT MIAMI, FLORIDA WILL TRANSMIT RESPONSE BY AIRTEL
TO THE BUREAU FOR FORWARDING TO LEGAT, HONG KONG.

~~THE BUREAU IS AGAIN REQUESTED TO RELAY TO LEGAT, HONG
KONG THE ABOVE INFORMATION.~~

4478;
C&E BY ~~1347~~, REASON 1, DRD MAY 16, 2000.

PT

#

1001 - 247
15

MESSAGE RELAY VIA TELETYPE

134

DATE 7/17/80	CLASSIFICATION EFTO UNCLAS	PRECEDENCE ROUTINE
-----------------	-------------------------------	-----------------------

FM DIRECTOR FBI

TO MIAMI

- | | | |
|---|--|---|
| <input type="checkbox"/> The President
<input type="checkbox"/> The Vice President
<input type="checkbox"/> White House Situation Room
<input type="checkbox"/> Attn: National Security Council
<input type="checkbox"/> Department of the Air Force (AFOSI)
<input type="checkbox"/> Department of the Army
<input type="checkbox"/> Naval Investigative Service
<input type="checkbox"/> Commandant, U. S. Coast Guard
<input type="checkbox"/> National Security Agency (DIRNSA/NSOC (ATTN: SOO))
<input type="checkbox"/> Director, Defense Intelligence Agency
<input type="checkbox"/> Director CIA
<input type="checkbox"/> U. S. Secret Service (PID)
<input type="checkbox"/> Attn: Executive Protective Service
<input type="checkbox"/> ZEN/U. S. Postal Service
<input type="checkbox"/> Attn: Chief Postal Inspector | <input type="checkbox"/> Nuclear Regulatory Commission
<input type="checkbox"/> Department of Energy
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: U. S. Customs
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: Bureau of Alcohol Tobacco & Firearms
<input type="checkbox"/> Department of Transportation
<input type="checkbox"/> Attn: Director of Security
<input type="checkbox"/> Drug Enforcement Administration
<input type="checkbox"/> General Services Administration (WASHDC area, specify office)
<input type="checkbox"/> (Other Areas, specify CITY/STATE)
<input type="checkbox"/> Federal Aviation Administration
<input type="checkbox"/> Federal Protective Service
<input type="checkbox"/> Secretary of State
<input type="checkbox"/> Attn: Director Bureau of Intelligence & Research
<input type="checkbox"/> Attn: SCA - VISA Office Room 709 - SA2 | <input type="checkbox"/> Attorney General
<input type="checkbox"/> Deputy AG
<input type="checkbox"/> Attn: Emergency Programs Center
<input type="checkbox"/> Assistant AG, Civil Rights Div.
<input type="checkbox"/> Assistant AG, Criminal Div.
<input type="checkbox"/> Attn: Internal Security Section
<input type="checkbox"/> Attn: General Crimes Section
<input type="checkbox"/> Assistant AG for Administration
<input checked="" type="checkbox"/> Attn: Security & Administrative Services Staff
<input type="checkbox"/> Immigration & Naturalization Service |
|---|--|---|

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐
 SUBJECT:

SEE ATTACHED

APPROVED BY <i>[Signature]</i>	ORIGINATOR EMS: ems	ROOM 4644/232	TELE EXT. 4696
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163-45612-25
JUL 18 1980

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

ALL INFORMATION CONTAINED
 HEREIN IS UNCLASSIFIED 308,506
 DATE 2/15/90 BY SP5C/LON5

USE OF FORM 0-73

1. Only incoming teletype messages which require transmission relay may be prepared for transmission using form 0-73. Use of form 0-73 is restricted to incoming teletype messages received within the last 3 days which require transmission relay; all other teletype messages must be prepared using form 0-93.
2. Additions such as notes and administrative data for a specific addressee are not allowed. If a note or administrative data is required for a particular addressee a separate 0-73 form must be prepared.
3. The message will be transmitted just as it appears. The person approving the message is solely responsible for assuring all necessary editing changes have been made.

PREPARATION OF FORM WHICH CONSISTS OF A PREPRINTED YELLOW.

1. Complete appropriate boxes: date, classification & precedence.
2. List addresses immediately following the "TO" or place a check mark in the appropriate boxes.
3. Type or PRINT the subject in the space provided.
4. Print or type originator's name, room number and telephone extension.
5. Indicate approval for transmission by initialing the "Approved By" box.

1 JUL 80 21 46
FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

PREPARATION OF MESSAGE TO BE TRANSMITTED

1. Xerox 1 copy of incoming teletype message. A notation shall be made on the original incoming teletype "1 copy made for relay to SACS _____, (OR LEGATS) _____, (OR GOVERNMENT AGENCIES) _____."
2. Minor editing changes shall be made on the xerox as follows: using a lead pencil ONLY draw single line through the first and last lines of the heading and connect these lines from top right to bottom left forming a "Z," figure. (DO NOT OBLITERATE THE HEADING.) Use horizontal lines to delete sentences or words. Printed changes of a word or two to the text of the message may be made; however, changes to the existing text involving more than a word or two necessitate the originator to initiate a new message using form 0-93.
3. Administrative data or notes may be typed immediately following the text and will be transmitted to all addressees.
4. When using the 0-73 form to disseminate information to field offices, Legal Attaches and other Government agencies simultaneously, the text, notes and administrative data must be identical for all addressees.

RECEIVED
TELETYPE UNIT

Exec. AD-Inv.	_____
Exec. AD-Adm.	_____
Exec. AD-LES	_____
Asst. Dir.:	
Adm. Servs.	_____
Crim. Inv.	_____
Ident.	_____
Intell.	<i>Estofor</i>
Laboratory	_____
Legal Coun.	_____
Plan. & Insp.	_____
Rec. Mgnt.	_____
Tech. Servs.	_____
Training	_____
Public Affs. Off.	_____
Telephone Rm.	_____
Director's Sec'y	_____

R 160415Z JUL 80

16 JUL 80 06 55z

FM HONG KONG (55-4)

TO DIRECTOR ROUTINE

247-15

RECEIVED
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

BT

~~UNCLAS E F T O~~

NUGAN HAND BANK; FPC.

LEGAT, HONG KONG, BY TELETYPE 7/16/80 ADVISED AS FOLLOWS

~~FBIHQ PLEASE PASS TO MIAMI (163-2191).~~

RE MIAMI TELETYPE TO FBIHQ MAY 16, 1980 (FBIHQ TELETYPE TO
HONG KONG MAY 17, 1980).

THE FOLLOWING REPLY TO THE REQUEST OF

FROM

WAS RECEIVED BY LEGAT, HONG KONG, THROUGH

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b7D

PAGE TWO HON 55-4 UNCLAS E F T O

[REDACTED]

[REDACTED]

[REDACTED]

LEGAT'S COMMENT:

[REDACTED]

REFERRED TO IN PARAGRAPH

ONE OF

[REDACTED]

[REDACTED]

LEAD:

MIAMI, AT MIAMI, FLORIDA:

PLEASE SUTEL

[REDACTED]

TO THE ABOVE.

BT

RECEIVED
TELETYPE UNIT

MMOBI 225191Z

RR HS

18 JUL 80 19 39z

DL PH

18
R 2-1914Z JUL 80

RECEIVED
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

FM MIAMI (163-2191) P

TO DIRECTOR ROUTINE

BT

~~CONFIDENTIAL~~

MUGAW HAND BANK; FPC.

RE BUREAU TELETYPE TO MIAMI DATED JULY 17, 1980.

THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG, THE
FOLLOWING INFORMATION:

[REDACTED] WAS CONTACTED JULY 12, 1980, AND HAS
AGREED TO RETURN MUGAW HAND FILES EXCLUDING THOSE CONSIDERED
PERSONAL PROPERTY.

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METHOD OF RETURN SHIPMENT WILL BE AS FOLLOWS IF AGREEABLE

WITH [REDACTED]

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1980

84 AUG 1980
1/9

DECLASSIFIED BY SP5C110MS
ON 2/16/96 368,506

PAGE TWO, MM 133-21916 ~~C O N F I D E N T I A L~~

[REDACTED]
[REDACTED] ADVISED THAT [REDACTED]
[REDACTED]

[REDACTED] REQUESTS [REDACTED]
[REDACTED]

THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG, THE
ABOVE INFORMATION.

MIAMI, AT MIAMI, FLORIDA, WILL RELAY [REDACTED]
[REDACTED]

CLASSIFIED BY ~~1357~~, REASON 1, DRD JULY 13, 2023.

BT

PLS HOLD

16 JUL 68 0655Z

TO DIRECTOR ROUTINE 247-15

UNCLAS E F T O

FBIHQ PLEASE PASS TO MIAMI (163-2191).

RE MIAMI TELETYPE TO FBIHQ MAY 16, 1980 (FBIHQ TELETYPE TO HONG KONG MAY 17, 1980).

THE FOLLOWING REPLY TO THE REQUEST OF	FROM
---------------------------------------	------

WAS RECEIVED BY LEGAT, HONG KONG, THROUGH

JUL 18 1980

68 AUG 01 1980

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,506
DATE 2/16/90 BY SP5C110ms

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b7C
b7D

PAGE TWO HON 55-4 UNCLAS E F T O

LEGAT'S COMMENT:

REFERRED TO IN PARAGRAPH

ONE OF

--

--

L E A D:

MIAMI, AT MIAMI, FLORIDA:

PLEASE SUTEL

--

TO THE ABOVE.

BT

MESSAGE RELAY VIA TELETYPE

134

DATE 7/21/80	CLASSIFICATION C O N F I D E N T I A L	PRECEDENCE ROUTINE
-----------------	---	-----------------------

FM DIRECTOR FBI

to Hong Kong

- ☐ The President
☐ The Vice President
☐ White House Situation Room
☐ Attn: National Security Council
☐ Department of the Air Force (AFOSI)
☐ Department of the Army
☐ Naval Investigative Service
☐ Commandant, U. S. Coast Guard
☐ National Security Agency (DIRNSA/NSOC (ATTN: SOO))
☐ Director, Defense Intelligence Agency
☐ Director CIA
☐ U. S. Secret Service (PID)
☐ Attn: Executive Protective Service
☐ ZEN/U. S. Postal Service
☐ Attn: Chief Postal Inspector

- ☐ Nuclear Regulatory Commission
☐ Department of Energy
☐ Department of Treasury
☐ Attn: U. S. Customs
☐ Department of Treasury
☐ Attn: Bureau of Alcohol Tobacco & Firearms
☐ Department of Transportation
☐ Attn: Director of Security
☐ Drug Enforcement Administration
☐ General Services Administration (WASHDC area, specify office)
☐ (Other Areas, specify CITY/STATE)
☐ Federal Aviation Administration
☐ Federal Protective Service
☐ Secretary of State
☐ Attn: Director Bureau of Intelligence & Research
☐ Attn: SCA - VISA Office Room 709 - SA2

- ☐ Attorney General
☐ Deputy AG
☐ Attn: Emergency Programs Center
☐ Assistant AG, Civil Rights Div.
☐ Assistant AG, Criminal Div.
☐ Attn: Internal Security Section
☐ Attn: General Crimes Section
☐ Assistant AG for Administration
☐ Attn: Security & Administrative Services Staff
☐ Immigration & Naturalization Service

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐
 SUBJECT:

SEE ATTACHED

APPROVED BY <i>[Signature]</i>	ORIGINATOR EMS; j1	ROOM 4644/5	TELE EXT. 4696/232
-----------------------------------	-----------------------	----------------	-----------------------

 DECLASSIFIED BY SP5cll/dms
 ON 2/16/90 308,506

 FEDERAL BUREAU OF INVESTIGATION
 COMMUNICATIONS CENTER

 160.55 21
 III 22 1980

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

17 JUL 28 1980

59 AUG 11 1980

USE OF FORM 0-73

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1. Complete appropriate boxes: date, classification & precedence.
2. List addresses immediately following the "TO" or place a check mark in the appropriate boxes.
3. Type or PRINT the subject in the space provided.
4. Print or type originator's name, room number and telephone extension.
5. Indicate approval for transmission by initialing the "Approved By" box.

21 JUL 00 22 15
COMM
ACTION

PREPARATION OF MESSAGE TO BE TRANSMITTED

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RECEIVED
TELETYPE UNIT

MM0010 2001910

RR HQ

DE MM

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R 201910Z JUL 80

FM MIAMI (163-2191) P

TO DIRECTOR ROUTINE

BT

RECEIVED
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

Exec. AD-Inv.	_____
Exec. AD-Adm.	_____
Exec. AD-LES	_____
Asst. Dir.:	
Adm. Servs.	_____
Crim. Inv.	_____
Ident.	_____
Intell.	_____
Lab.	_____
Legal Coun.	_____
Plan. & Insp.	_____
Rec. Mgmt.	_____
Tech. Servs.	_____
Training	_____
Public Affs. Off.	_____
Telephone Rm.	_____
Director's Sec'y	_____

~~CONFIDENTIAL~~

NUGAN HAND BANK; FPC.

~~RE BUREAU TELETYPE TO MIAMI DATED JULY 17, 1980.~~

~~THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG, THE~~

~~FOLLOWING INFORMATION:~~

MIAMI BY TELETYPE DATED JULY 18, 1980 ADVISED AS FOLLOWS:
[REDACTED] WAS CONTACTED JULY 18, 1980, AND HAS

AGREED TO RETURN NUGAN HAND FILES EXCLUDING THOSE CONSIDERED
PERSONAL PROPERTY.

METHOD OF RETURN SHIPMENT WILL BE AS FOLLOWS IF AGREEABLE

WITH [REDACTED]

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PAGE TWO MM 163-2191 ~~C O N F I D E N T I A L~~

[REDACTED]
[REDACTED] ADVISED THAT [REDACTED]
[REDACTED]
[REDACTED]

[REDACTED] REQUESTS [REDACTED]
[REDACTED]

~~THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG, THE
ABOVE INFORMATION.~~

MIAMI, AT MIAMI, FLORIDA, WILL RELAY [REDACTED]
[REDACTED]

C AND E BY ~~1357~~, REASON 1, DRD JULY ~~18~~, 2000.

BT

#

PLS HOLD

HAMPTON, WINTER AND GLYNN

SOLICITORS & NOTARIES
AGENTS FOR TRADE MARKS & PATENTS

GORDON HAMPTON
MICHAEL F. WINTER

D. BERNARD GUNSTON
DAVID H. GLYNN

DAVID CUTTERILL

ASSISTANT SOLICITORS:

STEPHEN P. LLEWELLYN
GARY K. W. MAK
GEOFFREY N. BOOTH
PAUL B. STEVENS

DOROTHY M. PRITCHARD
FERGUS J. ANSTOCK

WHELOCK HOUSE
11TH FLOOR
20 FEDDER STREET
HONG KONG

TELEPHONE 5 222057 (4 LINES)
5-266181 (3 LINES)

TELEX: 83987 JUS
TELEGRAMS & CABLES: ABERVALE HONG KONG
AND AT 505-507 CENTRAL BUILDING
FEDDER STREET
HONG KONG

TELEPHONE 5-234068/9
TELEGRAMS & CABLES: EXPEDITE HONG KONG

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YOUR REF:
OUR REF: DC/1524/80

21st May, 80

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Dear [REDACTED]

As requested, I have outlined the various matters that we have dealt with in our discussions over the last two days and I have put these points into the form of a memorandum which I think is the most convenient way of dealing with them and I enclose a copy of the memorandum.

If there is any way I can assist or if there is any additional information you would like me to put into the memorandum then please let me know.

Yours sincerely,

encl.

~~CONFIDENTIAL~~

MEMORANDUM - NUGAN HAND BANK

To :

From :

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The problem surrounding the Nugan Hand Group of Companies is a complex one for this Group of Companies in various guises operated in at least 13 countries throughout the world, namely, Singapore, Australia, Argentina, the Cayman Islands, Chile, Germany, Hong Kong, Malaysia, the Philippines, Taiwan, Thailand, the United States of America and Saudi Arabia.

Recent events

Some of the events which have occurred have been dramatic and alarming to say the least.

In 1978 Mr. Nugan was charged with conspiracy to defraud an allegation which was due for hearing in May 1980 and then in January 1980 he was found dead. Reportedly also in January a [REDACTED]

departed from the Group and went to the United States with confidential company papers. On 18th February 1980 the Attorney General of New South Wales, Australia, ordered an investigation in Australia. In early April 1980 investigations commenced in New South Wales by the Corporate

ceased operations and repayments of deposits were frozen in Australia and Hong Kong. Additionally [] said that a full audit was being carried out of Nugan Hand Bank and a winding-up petition was filed against the Bank in Hong Kong. On 13th April 1980, [] left Singapore and on the following day investigations commenced there concerning the company's operating a banking business without a licence and [] [] their accountant was arrested.

On 18th April 1980 a Provisional Liquidator was appointed over Nugan Hand Ltd. in Australia and at about this time [] alleged that Mr. Nugan had misappropriated vast sums of money belonging to the Group.

On 19th April 1980, a Receiver was appointed in Hong Kong over Nugan Hand Bank in Hong Kong and shortly thereafter a Provisional Liquidator was appointed in respect of the Singapore company.

On 26th April 1980, a winding-up petition was filed in Hong Kong against Nugan Hand Management Services Ltd.

On 28th April 1980, an inspector was appointed to investigate and report on the affairs of Nugan Hand (Hong Kong) Ltd. As a result of that inspection, on 2nd May 1980, a winding-up petition was filed against that company. On 17th May 1980, Nugan Hand Bank in Hong Kong was ordered by the court to be wound up.

As at 8th May 1980, various writs had been filed in Hong Kong by creditors of the Nugan Hand Companies totalling some HK\$4,500,000.

Some HK\$18,000,000 in claims have been lodged against Nugan Hand Bank in Hong Kong.

The banking licence of Nugan Hand Bank in the Cayman Islands has been voluntarily surrendered.

Allegations have been made that the Group has been involved in drug syndication.

Liquidation

In so far as we are concerned with Nugan Hand Bank and that company alone, it is to be noted that this company is incorporated in the Cayman Islands and the secrecy laws applied there prevent any outside enquiry being carried out successfully as to the directors and shareholders of the company. The precise links between the various companies in the Group is a matter of importance but is yet to be finally made public.

The actions which so far have been taken by individuals and government bodies are fragmented as they are basically limited to the particular country concerned. For example the jurisdiction of the Hong Kong Liquidator is limited to Hong Kong. He may be in difficulty in exercising his authority elsewhere. While the Nugan Hand Bank's board of directors (in so far as it still operates) cannot make effective decisions over matters in Hong Kong they can

still exercise their authority over the bank's affairs elsewhere.

None of the officers of the bank are displaced outside Hong Kong by virtue of the Liquidator's appointment in Hong Kong.

We are of the view that the only way to properly attempt to control and protect the assets which may still exist (if any) and the records of Nugan Hand Bank is by means of liquidating this company at its source, that is, where it is incorporated.

The first obligation of a liquidator in the winding-up of a company is to take into his custody or control all the property, effects and things to which the company is entitled or may be entitled and also all the money, property, books and papers of the company. In order to accomplish this in the case of Nugan Hand Bank it is clear that the liquidator in the Cayman Islands may have to appoint agents in the various countries in which Nugan Hand Bank has or may have assets and records. These countries include Singapore (where we understand a substantial proportion of the company's books at least regarding its liabilities are presently held by the Singapore police), Hong Kong (where the liquidator already appointed here will have no doubt taken possession of these things and commenced enquiries), Australia (where we understand considerable investments were placed through Nugan Hand Limited), New York (where we understand there is a bank account at Irving Trust Company), England (where we understand a financial institution may have recently been purchased possibly called Capital Acceptances Ltd.) and W. Germany (where a substantial - possibly majority - shareholding exists in a bank called F.A. Neubauer). Clearly the liquidator will ascertain from

the books and other enquiries of the directors, past directors, employees and such like where the bank's funds were sent and he will attempt to trace these funds and get them back. Ultimately after paying his expenses, taxes and secured creditors there may be a distribution amongst the unsecured creditors by way of a dividend.

The liquidator will, of course, investigate all questions of misfeasance, breach of trust and fraud by past and present directors and officers of the bank and enforce repayment of moneys misapplied thereby. The liquidator will look into the question of fraudulent preferences between creditors and as to fraudulent trading, that is, carrying on business with intent to defraud creditors or for any fraudulent purpose and any person knowingly a party to these activities may be held personally responsible for all the debts of the bank. Intent to defraud can arise where a company carries on business and incurring debts knowing there is no reasonable prospect of creditors ever being paid.

The liquidator will examine publicly or privately any person who can provide information.

It is not possible at this time for us to state what are the assets and liabilities. Some of the company's records may well be in the Cayman Islands with their auditors Messrs. Price Waterhouse & Co. (so we understand from the Hong Kong liquidator).

As we see it, it is essential that a liquidator is appointed as soon as possible as, in our view, this is the only way an attempt can be made to protect the creditors' interests throughout the world and commence the recovery of assets.

Procedure

Given that the company is to be wound up then it is necessary to file with the court in the Cayman Islands a petition to wind up the company. The petition can be brought in the name of a selection of depositors whose deposits have matured and have not rolled over e.g. where notice has been given in due time terminating the deposit on the due date and payment has not been made. The ground for the petition will be that the company is unable to pay its debts as evidenced by :-

1. non-payment on maturity to the petitioning creditors.
2. the winding-up order in Hong Kong.
3. a statement by Mr. Hand that the company is "bankrupt".
4. a telex which the liquidator in Hong Kong has agreed to supply us but which we have not yet seen.

Immediately on filing that petition, it is permissible to apply to the court to appoint a provisional liquidator who will effectively discharge the functions of a liquidator until the time when the eventual order to wind up the company is made by the court. It is highly desirable in order to achieve the greatest effect that a provisional liquidator is appointed. When and if the winding up order is made the

provisional liquidator's appointment ceases to be provisional and he will become a fully-fledged liquidator.

Subsequently, that is probably in one to two months after presenting the petition, the court will make the winding up order. It may be that the petition will be opposed in which event this time factor may not apply and indeed may be substantially lengthened if the opposition is at all effective.

It will be essential as we see it for the provisional liquidator/liquidator in order to properly fulfill his functions to appoint agents to act on his behalf in the various countries in which assets are believed to be or may subsequently be found. In particular, we mention Hong Kong, Australia and Singapore. We believe that there will be no difficulty in the recognition in these various countries of the provisional liquidator/liquidator appointed in the Cayman Islands. Indeed we believe that he has an authority which supersedes that of the liquidator appointed solely to deal with the Hong Kong assets.

Once the winding up order is made then any disposition of the company's property after the petition is presented is void so the date of presenting the petition is most important.

The creditors who obtain the appointment of this provisional liquidator/liquidator do not of course gain any precedence with regard to repayment of their debts. They take this action on behalf of all the creditors and all the creditors share equally according to the order of priority.

We have spoken with the accountants, [REDACTED]

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[REDACTED] who have offices in all the relevant countries.

They have indicated that for them to act in this matter as provisional liquidator/liquidator (the Cayman Islands government has no "Official Receiver" to discharge these functions as there is in Hong Kong and elsewhere) their fees would be at minimum HK\$250,000 with a possible maximum of HK\$1 million. They cannot be more precise because they do not have access to the relevant records and information and it cannot be gauged at the present time the amount of work which will have to be put in to uncovering the activities which have been going on but in all fairness it is most likely that the amount of work they would have to do can be reckoned as substantial.

Whoever petitions to wind up this company will be faced with this expense if they apply for the appointment of a provisional liquidator and in any event the liquidator can look to the petitioning creditor for his expenses if the assets of the company are insufficient to cover them. These sort of fees may clearly impose upon the petitioning creditor a very substantial financial burden.

Tactics

Accordingly, as a preliminary step it seems advisable to ascertain as much information as possible regarding the assets and liabilities of the company. If assets can be traced and they are relatively accessible then they can be used by the provisional liquidator/liquidator to pay his expenses in priority to the creditors. Though it might mean the petitioning creditors putting up expenses to begin with they can do so in the fairly safe knowledge that eventually these expenses should be repaid assuming the assets are eventually collected.

It appears to us that there is one way to ascertain what the assets and liabilities of Nugan Hand Bank might be and that is pursuant to the companies regulations in the Cayman Islands by obtaining the appointment of an inspector appointed by the Government there to look into these particular aspects. Clearly the expense involved and the work involved in obtaining this initial report will be greatly assisted by the fact that (1) the provisional liquidator in Hong Kong will already have done a considerable amount of work along the same lines, (2) some of the records are with the police in Singapore, (3) the provisional liquidator of Nugan Hand Ltd. in Australia may be prepared to assist and (4) any records with Price Waterhouse & Co. may also be inspected.

At the same time as persuading the Government in the Cayman Islands to initiate this inspection it may be possible to persuade them also, when the report is available, to wind up the company themselves and take the financial responsibility bearing in mind that it is largely their "system" which has given rise to the way in which the misappropriation of funds and the frauds which are alleged to have occurred took place. It might well be that they have not been pressured sufficiently so far to do this. Clearly if the financial burden can be shifted on to them then so much the better for all of the creditors.

If they are prepared only to go so far as to obtaining the aforesaid report and they are not prepared to wind up the company at least the creditors should be in a better position to know whether it is worthwhile to proceed.

We cannot emphasize enough that a number of difficulties exist in adopting this course but as we now represent over 80 creditors who are together owed a very substantial sum we are of the firm view that this pressure group should be enough to persuade the Government in the Cayman Islands to start the ball rolling.

Costs

If the Government is prepared to do the whole thing that is order the report and wind up the company, then the only expense involved should be as estimated hereunder :-

Our representative preparing for and visiting Cayman Islands for approximately 8 days.	-	HK\$ 90,000
Legal fees in the Cayman Islands	-	15,000
Travelling expenses	-	15,000
Allowance for unexpected items	-	<u>15,000</u>
Total		HK\$135,000

Of this sum, our present clients have contributed \$60,000 and the amount owed to them by Nugan Hand Bank is approximately HK\$5 million.

We shall therefore need a further HK\$75,000 which represents approximately 1% of the investment of each of the depositors whom you represent.

Having obtained the report or not having obtained it as the case may be, it will then be necessary to decide whether to proceed with the winding up of the company. By presenting a petition but not appointing a provisional liquidator the only additional costs to those above would be the legal fees of the lawyers in the Cayman Islands to do the necessary legal work for this purpose and our fees for liaising with them. Assuming the petition is not opposed then we would estimate their fees would amount

to some HK\$30,000 to HK\$40,000. Assuming the petition is opposed then we can only say that the legal fees there would probably not be less than between HK\$50,000 to HK\$80,000. If the petition is successful then a proportion of these fees should be recovered out of any assets that there may be in the company.

If it is decided to present a petition and to appoint a provisional liquidator then on top of the fees referred to above for Messrs. [REDACTED] and the aforesaid \$135,000 and as set out in the previous paragraph there would of necessity be the additional legal costs of the lawyers in the Cayman Islands and it would probably be reasonable to expect their fees to be HK\$20,000 more than as stated above for dealing with the appointment of a provisional liquidator.

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As to our additional legal costs in dealing with these matters on your behalf then we can only estimate these as being relatively minimal depending on the amount of advice we would have to give from time to time. In this capacity we should be virtually a go-between between yourself and the lawyers in the Cayman Islands.

If at any time the liquidator runs short of funds he is entitled to look to the creditors. If no funds are forthcoming this will obviously reflect on the efforts he puts into the progress of the liquidation.

Subsequent to the winding up order there would undoubtedly be regular meetings of creditors when the liquidators would tell the creditors the present situation and decisions would be made on future conduct of the liquidation. A proxy can be appointed to attend.

If lawyers in the Cayman Islands are appointed proxies then their fees would be based on their attendance at the meeting and reporting to you thereafter.

Note : the legal points herein are based on English law. We are advised by Cayman Islands lawyers that their laws are in essence the same as English law.

BAKER & MCKENZIE

SOLICITORS & ATTORNEYS

A M P CENTRE

50 BRIDGE STREET

SYDNEY

AUSTRALIA

CABLE ASOGADO

TELEX 21518

TELEPHONE 231 5489

POSTAL BOX R 126
ADDRESS ROYAL EXCHANGE, P.O.
SYDNEY 2000

DX 218

OUR REF AMF:sbb
YOUR REF

May 16, 1980

ASSOCIATES

GARY M. COHEN
JOHN A. CONNORS
ALAN M. FRIEDLANDER
STEVEN M. GLAZ
PENILOPE C. JAFFRAY
WILLIAM J. KOEY
PAUL LABALESTIER
PAUL D. McSWEENEY
ELSON POW
ANDREW M. SALGO

Dear [REDACTED]

NUGAN HAND BANK

In accordance with your request I summarise the results of our investigations carried out in relation to Nugan Hand Bank.

FACTS

You have been appointed to act on behalf of a group known as the MID-EAST CHARTER GROUP which has been formed to collectively seek recovery of monies deposited with Nuagn Hand International Private Bankers and its affiliates. The Charter presently consists of 64 members, each member having executed a power of attorney in your favour for the above purpose. On April 12, 1980 Nugan Hand's offices in Al Khobar were unexpectedly vacated and no record can be found of the Charter's deposits or the location to which the deposits were sent. The 64 members of the Charter have deposited amounts totalling US\$1,358,499.30

INVESTIGATIONS

We have found little evidence to date of Nugan Hand bank carrying on business in Sydney. A Nugan Hand leaflet supplied by you refers to the organisation having banking facilities in Sydney with Nugan Hand Limited.

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Messrs. [redacted] were appointed provisional liquidators of Nugan Hand Limited on April 18, 1980. It has been alleged that the company is insolvent and that various funds belonging to the Nugan Hand Group have been embezzled. Mr. Frank Nugan, a principal of the Nugan Hand Group of companies was found dead in suspicious circumstances on January 27, 1980. A Coroner's Inquest into the death of Mr. Nugan has yet to be concluded.

Although the Corporate Affairs Commission of New South Wales has been investigating the affairs of Nugan Hand Limited for a number of months the senior investigator carrying out the investigation, [redacted] has informed us that he has so far not found any evidence of the movement of monies deposited with Nugan Hand Bank. I note that you have conferred directly with [redacted] and informed him of the interests of the charter and supplied him with material brought with you from Al Khobar.

I have made arrangements for you to see [redacted] today to inform him of the interests of the charter so that those interests may be noted in so far as they become relevant to the affairs of Nugan Hand Limited.

It appears that a significant part of the business of Nugan Hand Bank was carried out in Hong Kong as monies can be deposited there without restriction. [redacted] of our Hong Kong Office has been acting on behalf of other creditors of the Nugan Hand Group and has commenced proceedings there against a number of companies in and affiliates of the Nugan Hand Group. I understand that a provisional liquidator of the Bank has been appointed in Hong Kong and that the appointment of a liquidator will be sought tomorrow in Hong Kong. I have also given you details of arrangements being made in Hong Kong to take proceedings against the Bank in the Cayman Islands.

A note of our costs to date in this matter is enclosed for your kind attention.

Yours sincerely,

[redacted]

Meeting with Official Receiver
on 21st May 1980

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Present :



)
) Official Receiver's department
)

[redacted] explained his situation and related his meeting with [redacted] in Australia, the events in Saudi Arabia and the documents obtained.

[redacted] variously made the following points :-

1. they had obtained the co-operation of the FBI in securing in Miami the records [redacted] had taken to the U.S. They expected these records to be returned to Hong Kong.
2. they had had a meeting with [redacted] one of the provisional liquidators of Nugan Hand Limited but they were not very satisfied with his attitude which seemed to be to reach an early settlement by selling off available assets rather than pursuing claims to recover assets. He was appointed on the company's own petition.
3. they wanted to appoint [redacted] as their agent when visiting the Cayman Islands as they thought that armed with their authority better co-operation might be achieved with the Government there.
4. they were getting a full picture of the liabilities but not the assets. Nugan allegedly was taking the books to the Cayman Islands for auditing but he died. The books may never have got there. [redacted] cannot carry out his promised audit without the books.

5. the lawyers in the Cayman Islands acting for Nugan Hand
[redacted] are not co-operating voluntarily.
6. it is believed that the holding company in Hong Kong
is the shareholder in [redacted] It is not known
which companies are shareholders in Nugan Hand Bank
because of the secrecy laws in Cayman Islands. There
is a holding company in Australia.
7. telexes to [redacted] have not been answered.
8. there is a bank account at Irving Trust, New York.
Pressure will be put on Irving Trust in Hong Kong to
reveal the state of the account.
9. it is believed Nugan Hand funds were used to purchase
a bank in England.
10. until [redacted] explained his story they did not know
funds had been collected in Saudi Arabia.
11. there is a connection with Panama which is being
investigated.
12. various declarations of trust make the beneficial interests
in the companies difficult to determine.
13. they have been to Singapore to look at the accounts.
14. they were investigating whether "investments" were made
in Hong Kong.
15. there might be funds in bank accounts in Hong Kong which
they did not yet know of.
16. the major task was tracing where the funds have gone.

[] further explained :-

1. the ANZ deposit certificate and its importance.
2. [] cheque paid to Wing On Bank a/c Nugan Hand Bank. [] said he felt this sort of business was "banking" but the Commissioner of Banking disagreed.
3. he had made a statement to the Corporate Affairs Commission.
4. that he would copy all of the Saudi Arabian files and send them over.
5. that in Australia the losses were variously stated to be between \$80 million and \$400 million.
6. the role played in Saudi Arabia by []
[] how they had been to a symposium in Singapore (but in reality had attended Nugan's funeral), how Nugan's death had been explained away, how the Associated Press report of the "run" was explained.

R 230810Z JUL 80

ED
UNIT

FM HONG KONG (55-4)

TO DIRECTOR ROUTINE

23 JUL 80 10 25z
254-22

BT

UNCLAS E F T O

WUGAN HAND BANK, FPC.

BUREAU
ATION
SECTION

Exec AD-Adm.	_____
Exec AD-Adm.	_____
Exec AD-LES	_____
Asst. Dir.:	_____
Adm. Servs.	_____
Crim. Inv.	_____
Ident.	_____
Intell.	_____
Laboratory	_____
Legal Coun.	_____
Plan. & Insp.	_____
Rec. Mgnt.	_____
Tech. Servs.	_____
Training	_____
Public Affs. Off.	_____
Telephone Rm.	_____
Director's Sec'y	_____

FBIHQ PLEASE PASS TO MIAMI (163-2191).

REBUTEL JULY 21, 1980, WHICH RELAYED MIAMI TELETYPE JULY 18, 1980

PLEASE ADVISE

THAT

IS AGREEABLE TO METHOD AND TERMS OF RETURN

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SHIPMENT, AS SET OUT IN RETEL.

MIAMI, AT MIAMI, FLORIDA:

AFTER [] IS ADVISED AS ABOVE, PLEASE FURNISH LEGAT,
HONG KONG, WITH DETAILS OF SHIPMENT.

BT

163-45612-29

2 1980

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ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,506
DATE 2/16/90 BY SP5CJ/DMS

CLASSIFIED

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PAGE 01

DHAHRA 01458 01 OF 02

RECEIVED
TELETYPE UNIT
271321Z
DUPE

ACTION OCS-06

FEDERAL GOVERNMENT

27 JUL 80 19 30Z

INFO OCT-01 EA-12 NEA-07 ADS-00 CA-01
COME-00 TRSE-00 FBIE-00 FTC-01 SY-05 SYE-00
CIAE-00 INR-10 NSAE-00 JUS-01 /055 W

-----103201 271915Z /40

R 270510Z JUL 80

FM AMCON SUL DHAHRAN

TO SECSTATE WASHDC 8258

DEPARTMENT OF JUSTICE WASHDC

DEPARTMENT OF TREASURY WASHDC

INFO USDOC WASHDC

AMEMBASSY CANBERRA

AMCON SUL HONG KONG

AMEMBASSY JIDDA

USLO RIYADH

AMEMBASSY SINGAPORE

AMCONSUL SHDNEY

UNCLAS SECTION 1 OF 2 DHAHRAN 1458

EO 12065: N/A

TAGS: BBAK, EFIN, AS, SA, HK, SN

SUBJECT: NUGAN HAND BANK

REF: (A) DHAHRAN 0685 (NOTAL) (B) SYDNEY 2185 (C) HONG KONG 9976
(D) SINGAPORE 4618

29X
Treasury & Justice
says no violation
13 SEP 20 1980

1. SUMMARY: MID-EAST CHARTER GROUP, AN INFORMAL ASSOCIATION OF AMERICAN CITIZENS EMPLOYED IN SAUDI ARABIA, HAS REQUESTED THE CONGEN'S ASSISTANCE IN IDENTIFYING USG AGENCIES WHICH IT MIGHT APPROACH IN EFFORTS TO SECURE RECOVERY OF THEIR FUNDS INVESTED WITH NUGAN HAND BANK AND TO COOPERATE IN PROCESUTING OFFICERS OF THE BANK. THIS GROUP REPRESENTS 97 AMERICANS WHO HOLD NUGAN HAND CERTIFICATES OF DEPOSITS WITH AGGREGATE VALUE OVER \$2.5 MILLION. THE NUMBER OF AMERICAN VICTIMS IN THIS AREA AND THE TOTAL VALUE OF

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UNCLASSIFIED

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PAGE 02

DHAWRA 01458 01 OF 02 271321Z POSS DUPE

THEIR INVESTMENTS IN THIS REPORTEDLY FRAUDULENT BANK ARE BELIEVED TO BE CONSIDERABLY GREATER. [REDACTED]

[REDACTED] EXPRESSED HOPE THAT USG AGENCIES

WILL FIND GROUNDS FOR ACTION IN VIEW OF THE NUMEROUS AMERICANS IN NUGAN-HAND OPERATIONS AND THE LIKELIHOOD THAT SOME OF ITS ASSETS ARE UNDER U.S. JURISDICTION. DEPARTMENTS OF STATE AND TREASURY ARE REQUESTED TO PROVIDE CONGEN GUIDANCE FOR RESPONDING TO THE MID-EAST CHARTER GROUP. END SUMMARY

2. REFTELS ON SUBJECT BANK REVEAL WHAT APPEARS TO BE AN EXTENSIVE INTERNATIONAL FRAUD BASED ON RECEIVING DEPOSITS AND SELLING CD'S WITH OFFERS OF HIGH INTEREST EARNINGS, WITH PROCEEDS SIPHONED INTO PERSONAL ACCOUNTS AND HOLDINGS OF KEY PRINCIPALS. THIS "STING" OPERATION WAS CARRIED OUT WITH SUBSTANTIAL MEDIA AND PERSONAL CONTACT PROMOTIONS NOT UNLIKE MUTUAL FUND FRAUDS OF THE 1960'S THE MYSTERIOUS SHOOTING OF MR. NUGAN, THE DISAPPEARANCE OF [REDACTED] AND OTHER PRINCIPALS AND THE RESULTS OF INVESTIGATIONS BY AUTHORITIES IN AUSTRALIA, HONG KONG AND SINGAPORE INDICATE THAT PROSECUTION COULD BE DIFFICULT AND LENGTHY.

U.S. AMERICAN VICTIMS IN THE EASTERN PROVINCE OF SAUDI ARABIA BELIEVE THE U.S. GOVERNMENT SHOULD ASSUME A MORE ACTIVE ROLE IN TRACKING THE BANKS' PRINCIPALS AND SECURING RETURN OF THEIR MONIES. WITH THIS OBJECTIVE IN MIND HAVE APPROACHED THE CONGEN IN APRIL 1980 FOR ADVICE AND ASSISTANCE. THE CONGEN WAS ABLE TO IDENTIFY FOR THEM THE SAUDI SPONSOR DIHAN AL-AMEERY OF NUGAN HAND REPRESENTATIVES, HERE, AND IN A CALL ON LOCAL MONETARY AUTHORITIES (SAMA), LEARNED THAT THE BANK WAS NOT LICENSED TO OPERATE IN SAUDI ARABIA. THE ECONOFF SUGGESTED THEY FORM AN

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PAGE 03

DHAHRA 01458 01 OF 02 271321Z POSS DUPE

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INFORMAL ORGANIZATION AND SEEK LEGAL COUNSEL. SUCH AS ORGANIZATION, CALLED THE OLD-EAST CHARTER GROUP, WAS ESTABLISHED UNDER A CHARTER DATED MAY 6, MEMBERSHIP REACHED 97 AMERICANS BY JULY 15. OFFICERS WERE ELECTED, DOCUMENTS AND ASSESSMENTS WERE COLLECTED AND [REDACTED]

[REDACTED]

4. [REDACTED] VISITED AUSTRALIA, SINGAPORE AND HONG KONG WHERE HE PROVIDED LOCAL AUTHORITIES WITH COPIES OF NUGAN HAND RECORDS AND OTHER EVIDENCE OBTAINED HERE AND GAVE ORAL TESTIMONY. IN SYDNEY HE ENGAGED ATTORNEY [REDACTED] OF [REDACTED] AND IN HONG KONG [REDACTED] OF [REDACTED] HE WAS ENCOURAGED TO LEAN IN HONG KONG THAT THE FBI ASSISTED THE KHG IN THE RETURN FROM MIAMI OF SOME OF THE BANK'S RECORDS TAKEN THERE BY A FORMER DIRECTOR.

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PAGE 01 DHAHRA 01458 02 OF 02 271321Z POSS DUPE
ACTION OCS-06

INFO OCT-01 EA-12 NEA-07 ADS-00 CA-01 L-03 EB-08
COME-00 TRSE-00 FBIE-00 FTC-01 SY-05 SYE-00
CIAE-00 INR-10 NSAE-00 JUS-01 /055 W

-----103203 WU1917Z /40

R 270510Z JUL 80

FM AMCONSUL DHAHRAN

TO SECSTATE WASHDC 8259

DEPARTMENT OF JUSTICE WASHDC

DEPARTMENT OF TREASURY WASHDC

INFO USDOC WASHDC

AMEMBASSY CANBERRA

AMCONSUL HONG KONG

AMEMBASSY JIDDA

USLO RIYADH

AMEMBASSY SINGAPORE

AMCONSUL SYDNEY

UNCLAS SECTION 2 OF 2 DHAHRAN 1458

5. [REDACTED] VISITED CONGEN AGAIN IN MID-JULY AND REQUESTED FURTHER ASSISTANCE IN ENLISTING SUPPORT OF WASHINGTON AGENCIES IN INVESTIGATING AND PROSECUTING ALLEGED NUGAN HAND CONSPIRACY TO DEFRAUD DEPOSITORS AND INVESTORS. HE PROVIDED COPIES OF VARIOUS DOCUMENTS, PRESS CLIPPINGS AND OTHER MATERIAL WHICH THE CONGEN IS AIR POUCHING TO [REDACTED] //

[REDACTED] AMONG ITEMS IS A JAN 20, GOIPN LIST OF THE BANK'S PERSONNEL AND CODE NUMBERS. THOSE SHOWN AT U. S. LOCATIONS ARE: [REDACTED]

[REDACTED] ANOTHER ITEM SHOWS PHOTOGRAPHS AND NAMES OF 20 KEY OFFICERS AT 12 WORLD-WIDE LOCATIONS. [REDACTED]

FIGURE PROMINENTLY ON THAT ITEM. AN ARTICLE FROM THE

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PAGE 02

DHAHRA 01458 02 OF 02 271321Z POSS DUPE

MELBOURNE AGE OF MAY 2, 1980, REPORTS THAT A BUSINESS CARD OF FORMER CIA DIRECTOR WILLIAM COLBY WAS FOUND WITH THE BODY OF FRANCIS J. NUGAN ON JANUARY 27, 1980. THE ARTICLE ADDS MR. COLBY ACKNOWLEDGED BEING LEGAL REPRESENTATIVE FOR NUGAN HAND BANK IN THE U.S. THERE IS REFERENCE IN ANOTHER DOCUMENT OF AN ACCOUNT AT IRVING TRUST, NEW YORK. IN A MAY 31 LETTER TO THE U.S. TREASURY DEPARTMENT [REDACTED] IDENTIFIED THREE AMERICANS WHO REPRESENTED NUGAN HAND IN SAUDI ARABIA AND WHO ARE GEORGIA RESIDENTS (ONE, [REDACTED] REPORTEDLY IS OF SAINT SIMON ISLAND, GA)

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6. COMMENT: [REDACTED]

[REDACTED] SEEM INTERESTED PRIMARILY IN RECOVERING THEIR DEPOSITS. IF, HOWEVER, PROGRESS IS NOT REALIZED SOON (WHICH IS LIKELY DUE TO FRAGMENTATION OF JURISDICTIONS IN THE CASE AND DIFFICULTY IN LOCATING PRINCIPALS AND ASSETS) WE BELIEVE THEY WILL RESORT TO LETTERS TO U.S. CONGRESSMEN AND MEDIA. AT THEIR REQUEST THE CONGEN PROVIDED A LIST OF CONGRESSMEN. MATERIALS THEY PROVIDED (POUCHED) ON NUGAN HAND REPRESENTATION IN THE U.S. CONTAIN LEADS FOR INVESTIGATION OF POSSIBLE VIOLATION OF U.S. LAWS.

7. ACTION REQUESTED: THE CONGEN WOULD APPRECIATE GUIDANCE FOR RESPONDING TO MID-EAST CHARTER GROUP. CONGEN WOULD, IN PARTICULAR, LIKE TO KNOW OF ANY INTEREST BY TREASURY, JUSTICE OR OTHER DEPARTMENTS/ AGENCIES TO WHICH THE GROUP MIGHT SUBMIT INFORMATION AND OF THE STATUS OF TREASURY DEPARTMENT'S REPLY TO LETTER OF MAY 31 (ADDRESSED TO THE OFFICE OF THE ASSISTANT SECRETARY FOR INTERNATIONAL AFFAIRS--RETURN RECEIPT DATED JUNE 5).

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DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
COMMUNICATION MESSAGE FORM

93

PAGE 1 OF 1

DATE JULY 28, 1980	CLASSIFICATION UNCLAS E F T O	PRECEDENCE ROUTINE
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*F093ERR MMDE HQ H0093 *H4YER 282055Z JUL 80

STARTLINE

FM

FM DIRECTOR FBI

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TO

TO FBI MAIMI ROUTINE

BT

14

UNCLAS E F T O

13

NUGAN HAND BANK, FPC

12

BY TELETYPE JULY 23, 1980, LEGAT, HONG KONG REQUESTED

THAT YOU ADVISE [REDACTED]

THAT [REDACTED]

10

[REDACTED] IS AGREEABLE TO METHOD AND TERMS OF

8

RETURN SHIPMENT, AS SET OUT IN REFERENCED TELETYPE.

MIAMI, AT MIAMI, FLORIDA:

6

AFTER [REDACTED] IS ADVISED AS ABOVE, PLEASE FURNISH

LEGAT, HONG KONG, WITH DETAILS OF SHIPMENT.

4

BT

2

DO NOT TYPE MESSAGE BELOW THIS LINE

APPROVED BY <i>[Signature]</i>	DRAFTED BY EMS:en {2}	DATE 7/28/80	ROOM 4644/5	TELE EXT. 4696
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1

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,506
DATE 2/16/90 BY SP5cloms

119 55
59 AUG 18 1980

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS CENTER

JUL 29 1980

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

15 JUL 30 1980

FBI/DOJ

UNITED STATES GOVERNMENT

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION*Memorandum*

TO : Director, FBI ()

DATE: 9/18/80

FROM : Legal Attache, HONG KONG (55-4) (RUC)

SUBJECT: NUGAN HAND BANK
FPC

Reference: Butel 9/5/80.

Dissemination, as outlined below, was made on dates indicated.

☐ _____ copies of☒ Pertinent information from referenced Butel.

Name and Location of Agency

Date Furnished

9/18/80

b7D

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308, 506
DATE 2/16/90 BY SP5C110MS

2- Bureau

(1- ~~Legal Attache~~ Liaison Desk)

2-Hong Kong (1-66-94)

REG: ymm

(4)



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R 041658Z SEP 80

FM MIAMI (163-2191) C

TO DIRECTOR ROUTINE

BT *smc*

~~CONFIDENTIAL~~

NUGAN HAND BANK; FPC.

RECEIVED
TELETYPE UNIT

4 SEP 80 17 05z

FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

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b7C

Mr. Tolson	
Mr. DeLoach	
Mr. Mohr	
Mr. Bishop	
Mr. Casper	
Mr. Callahan	
Mr. Conrad	
Mr. Felt	
Mr. Gale	
Mr. Rosen	
Mr. Sullivan	
Mr. Tavel	
Mr. Trotter	
Tele. Room	
Mr. Holmes	
Miss Gandy	

Em

RE BUREAU TEL TO MIAMI, JULY 28, 1980.

THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG THE FOLLOWING INFORMATION:

CL-3
RM 1-325
TL 232

[REDACTED] ADVISED MIAMI SA ON SEPTEMBER 4, 1980, THAT AFTER CONFERRING WITH HIS ATTORNEY, HE PLANS TO CORRESPOND DIRECTLY VIA LETTER TO [REDACTED]

CONCERNING

METHOD AND TERMS OF RETURN SHIPMENT OF NUGAN HAND BANK RECORDS.

THE BUREAU IS REQUESTED TO RELAY THE ABOVE-INFO TO LEGAT, HONG KONG.

ADMINISTRATIVE:

163-415010-31

*By 073 to Legat HK
9/5/80 BK1*

DECLASSIFIED BY SP5GJ/dms
ON 2/16/90 308,506

59 SEP 23 1980

5-10

PAGE TWO MM 163-2191 C O N F I D E N T I A L

INASMUCH AS [REDACTED] WILL NOW BE IN DIRECT CONTACT WITH HONG KONG OFFICIALS, MIAMI DIVISION IS CLOSING ITS FILE IN THIS MATTER.

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C AND E BY ~~1557~~, REASON 1, DRD SEPTEMBER 4, 2000.

BT

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2481701 HQ 1/BB

021

MESSAGE RELAY VIA TELETYPE

DATE SEPT. 5, 1980	CLASSIFICATION CONFIDENTIAL	PRECEDENCE ROUTINE
------------------------------	--	------------------------------

FM DIRECTOR FBI

TO **LEGAT, HONG KONG**

- | | | |
|---|--|--|
| <input type="checkbox"/> The President
<input type="checkbox"/> The Vice President
<input type="checkbox"/> White House Situation Room
<input type="checkbox"/> Attn: National Security Council
<input type="checkbox"/> Department of the Air Force (AFOSI)
<input type="checkbox"/> Department of the Army
<input type="checkbox"/> Naval Investigative Service
<input type="checkbox"/> Commandant, U. S. Coast Guard
<input type="checkbox"/> National Security Agency (DIRNSA/NSOC (ATTN: SOO))
<input type="checkbox"/> Director, Defense Intelligence Agency
<input type="checkbox"/> Director CIA
<input type="checkbox"/> U. S. Secret Service (PID)
<input type="checkbox"/> Attn: Executive Protective Service
<input type="checkbox"/> ZEN/U. S. Postal Service
<input type="checkbox"/> Attn: Chief Postal Inspector | <input type="checkbox"/> Nuclear Regulatory Commission
<input type="checkbox"/> Department of Energy
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: U. S. Customs
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: Bureau of Alcohol Tobacco & Firearms
<input type="checkbox"/> Department of Transportation
<input type="checkbox"/> Attn: Director of Security
<input type="checkbox"/> Drug Enforcement Administration
<input type="checkbox"/> General Services Administration (WASHDC area, specify office)
<input type="checkbox"/> (Other Areas, specify CITY/STATE)
<input type="checkbox"/> Federal Aviation Administration
<input type="checkbox"/> Federal Protective Service
<input type="checkbox"/> Secretary of State
<input type="checkbox"/> Attn: Director Bureau of Intelligence & Research
<input type="checkbox"/> Attn: SCA - VISA Office Room 709 - SA2 | <input type="checkbox"/> Attorney General
<input type="checkbox"/> Deputy AG
<input type="checkbox"/> Attn: Emergency Programs Center
<input type="checkbox"/> Assistant AG, Civil Rights Div.
<input type="checkbox"/> Assistant AG, Criminal Div.
<input type="checkbox"/> Attn: Internal Security Section
<input type="checkbox"/> Attn: General Crimes Section
<input type="checkbox"/> Assistant AG for Administration
<input type="checkbox"/> Attn: Security & Administrative Services Staff
<input type="checkbox"/> Immigration & Naturalization Service |
|---|--|--|

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐

SUBJECT: **NUGAN HAND BANK**
FPC

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APPROVED BY BKK/mth	ORIGINATOR [REDACTED]	ROOM 4825	TELE EXT. 4671
-------------------------------	---------------------------------	---------------------	--------------------------

COMMUNICATIONS CENTER

0638 1980

20 SEP 9 1980

DECLASSIFIED BY **SP5C/LMS**
 ON **2/16/90** **308, 506**

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

20 SEP 26 1980

USE OF FORM 0-73

1. Only incoming teletype messages which require transmission relay may be prepared for transmission using form 0-73. Use of form 0-73 is restricted to incoming teletype messages received within the last 3 days which require transmission relay; all other teletype messages must be prepared using form 0-93.
2. Additions such as notes and administrative data for a specific addressee are not allowed. If a note or administrative data is required for a particular addressee a separate 0-73 form must be prepared.
3. The message will be transmitted just as it appears. The person approving the message is solely responsible for assuring all necessary editing changes have been made.

PREPARATION OF FORM WHICH CONSISTS OF A PREPRINTED YELLOW.

1. Complete appropriate boxes: date, classification & precedence.
2. List addresses immediately following the "TO" or place a check mark in the appropriate boxes.
3. Type or PRINT the subject in the space provided.
4. Print or type originator's name, room number and telephone extension.
5. Indicate approval for transmission by initialing the "Approved By" box.

PREPARATION OF MESSAGE TO BE TRANSMITTED

1. Xerox 1 copy of incoming teletype message. A notation shall be made on the original incoming teletype "1 copy made for relay to SACS _____, (OR LEGATS) _____, (OR GOVERNMENT AGENCIES) _____."
2. Minor editing changes shall be made on the xerox as follows: using a lead pencil ONLY draw single line through the first and last lines of the heading and connect these lines from top right to bottom left forming a "Z," figure. (DO NOT OBLITERATE THE HEADING.) Use horizontal lines to delete sentences or words. Printed changes of a word or two to the text of the message may be made; however, changes to the existing text involving more than a word or two necessitate the originator to initiate a new message using form 0-93.
3. Administrative data or notes may be typed immediately following the text and will be transmitted to all addressees.
4. When using the 0-73 form to disseminate information to field offices, Legal Attaches and other Government agencies simultaneously, the text, notes and administrative data must be identical for all addressees.

COPIES

5 SEP 80 04 00

1100

MM0007 2481658Z

RR HI

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R 041658Z SEP 80

FM MIAMI (163-2191) C

TO DIRECTOR ROUTINE

BT

~~CONFIDENTIAL~~

~~NUGAN HAND BANK; FPC.~~

RECEIVED
TELETYPE UNIT

4 SEP 80 17 05z

RECEIVED
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

Exec AD-Adm.	
Exec AD-Inv.	
Asst. Dir.:	
Adm. Serv.	
Crim. Inv.	
Ident.	
Insp.	
Intell.	
Lab.	
Legal Coun.	
Plan. & Insp.	
Rec. Mgmt.	
Tech. Serv.	
Training	
Off. of Cong. & Public Affs.	
Telephone Rm.	
Director's Sec'y	

RE BUREAU TEL TO MIAMI, JULY 28, 1980.

~~THE BUREAU IS REQUESTED TO RELAY TO LEGAT, HONG KONG THE~~

~~FOLLOWING INFORMATION:~~

[REDACTED] ADVISED MIAMI SA ON SEPTEMBER 4, 1980,
THAT AFTER CONFERRING WITH HIS ATTORNEY, HE PLANS TO CORRESPOND
DIRECTLY VIA LETTER TO [REDACTED]

[REDACTED] CONCERNING
METHOD AND TERMS OF RETURN SHIPMENT OF NUGAN HAND BANK RECORDS.

~~THE BUREAU IS REQUESTED TO RELAY THE ABOVE INFO TO LEGAT,~~
~~HONG KONG.~~

ADMINISTRATIVE:

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PAGE TWO MM 163-2191 ~~C O N F I D E N T I A L~~

INASMUCH AS [REDACTED] ~~WILL NOW BE IN DIRECT CONTACT WITH HONG KONG OFFICIALS, MIAMI DIVISION IS CLOSING ITS FILE IN THIS MATTER.~~

G AND E BY ~~1352~~, REASON 1, DRD SEPTEMBER 5, 2000.

BT

2481701 HQ 1/BB

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45612-33

SEP 26 1980

5-12

063

MESSAGE RELAY VIA TELETYPE

DATE 9-26-80	CLASSIFICATION CONFIDENTIAL	PRECEDENCE ROUTINE
-----------------	--------------------------------	-----------------------

FM DIRECTOR FBI

TO FBI, MIAMI

88-8-2

- | | | |
|---|--|--|
| <input type="checkbox"/> The President
<input type="checkbox"/> The Vice President
<input type="checkbox"/> White House Situation Room
<input type="checkbox"/> Attn: National Security Council
<input type="checkbox"/> Department of the Air Force (AFOSI)
<input type="checkbox"/> Department of the Army
<input type="checkbox"/> Naval Investigative Service
<input type="checkbox"/> Commandant, U. S. Coast Guard
<input type="checkbox"/> National Security Agency (DIRNSA/NSOC (ATTN: SOO))
<input type="checkbox"/> Director, Defense Intelligence Agency
<input type="checkbox"/> Director CIA
<input type="checkbox"/> U. S. Secret Service (PID)
<input type="checkbox"/> Attn: Executive Protective Service
<input type="checkbox"/> ZEN/U. S. Postal Service
<input type="checkbox"/> Attn: Chief Postal Inspector | <input type="checkbox"/> Nuclear Regulatory Commission
<input type="checkbox"/> Department of Energy
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: U. S. Customs
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: Bureau of Alcohol Tobacco & Firearms
<input type="checkbox"/> Department of Transportation
<input type="checkbox"/> Attn: Director of Security
<input type="checkbox"/> Drug Enforcement Administration
<input type="checkbox"/> General Services Administration (WASHDC area, specify office)
<input type="checkbox"/> (Other Areas, specify CITY/STATE)
<input type="checkbox"/> Federal Aviation Administration
<input type="checkbox"/> Federal Protective Service
<input type="checkbox"/> Secretary of State
<input type="checkbox"/> Attn: Director Bureau of Intelligence & Research
<input type="checkbox"/> Attn: SCA - VISA Office Room 709 - SA2 | <input type="checkbox"/> Attorney General
<input type="checkbox"/> Deputy AG
<input type="checkbox"/> Attn: Emergency Programs Center
<input type="checkbox"/> Assistant AG, Civil Rights Div.
<input type="checkbox"/> Assistant AG, Criminal Div.
<input type="checkbox"/> Attn: Internal Security Section
<input type="checkbox"/> Attn: General Crimes Section
<input type="checkbox"/> Assistant AG for Administration
<input type="checkbox"/> Attn: Security & Administrative Services Staff
<input type="checkbox"/> Immigration & Naturalization Service |
|---|--|--|

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐
 SUBJECT:

SEE ATTACHED.

163-45612-34

APPROVED BY <i>[Signature]</i>	ORIGINATOR EMS:jyl	ROOM 4644/5	TELE EXT. 4696/232
-----------------------------------	-----------------------	----------------	-----------------------

10 SEP 29 1980

[Handwritten: 163-45612-34]

DECLASSIFIED BY SP5C1/DMS
 ON 2/16/90 308, 506

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

227
 19 OCT 1 1980

USE OF FORM 0-73

SEP 30 1980

1. Only incoming teletype messages which require transmission relay may be prepared for transmission using form 0-73. Use of form 0-73 is restricted to incoming teletype messages received within the last 3 days which require transmission relay; all other teletype messages must be prepared using form 0-93.
2. Additions such as notes and administrative data for a specific addressee are not allowed. If a note or administrative data is required for a particular addressee a separate 0-73 form must be prepared.
3. The message will be transmitted just as it appears. The person approving the message is solely responsible for assuring all necessary editing changes have been made.

PREPARATION OF FORM WHICH CONSISTS OF A PREPRINTED YELLOW.

1. Complete appropriate boxes: date, classification & precedence.
2. List addresses immediately following the "TO" or place a check mark in the appropriate boxes.
3. Type or PRINT the subject in the space provided.
4. Print or type originator's name, room number and telephone extension.
5. Indicate approval for transmission by initialing the "Approved By" box.

200
6 SEP 30 17 14
COMMUNICATIONS SECTION

PREPARATION OF MESSAGE TO BE TRANSMITTED

1. Xerox 1 copy of incoming teletype message. A notation shall be made on the original incoming teletype "1 copy made for relay to SACS _____, (OR LEGATS) _____, (OR GOVERNMENT AGENCIES) _____."
2. Minor editing changes shall be made on the xerox as follows: using a lead pencil ONLY draw single line through the first and last lines of the heading and connect these lines from top right to bottom left forming a "Z," figure. (DO NOT OBLITERATE THE HEADING.) Use horizontal lines to delete sentences or words. Printed changes of a word or two to the text of the message may be made; however, changes to the existing text involving more than a word or two necessitate the originator to initiate a new message using form 0-93.
3. Administrative data or notes may be typed immediately following the text and will be transmitted to all addressees.
4. When using the 0-73 form to disseminate information to field offices, Legal Attaches and other Government agencies simultaneously, the text, notes and administrative data must be identical for all addressees.

R 260940Z SEP 80

FM HONG KONG (55-4)

TO DIRECTOR ROUTINE 320-25

BT

~~CONFIDENTIAL~~

MUGAN HAND BANK; FPC

~~REBUTEL SEPTEMBER 5, 1980.~~

~~FBIHQ PLEASE PASS TO MIAMI (163-2191).~~

BY TELETYPE DATED 9-26-80 HONG KONG ADVISED AS FOLLOWS:

ADVISED SEPTEMBER 25, 1980,

THAT TO DATE

PLEASE ADVISE CURRENT STATUS.

C&E BY ~~2272~~; REASON 1; DRD SEPTEMBER 26, 2000.

~~BT~~

Exec. AD-Adm.	_____
Exec. AD-Inv.	_____
Exec. AD-LES.	_____
Asst. Dir.:	_____
Adm. Servs.	_____
Crim. Inv.	_____
Ident.	_____
Intell.	<u>EJOT/AG</u>
Laboratory	_____
Legal Coun.	_____
Plan. & Insp.	_____
Rec. Mgmt.	_____
Tech. Servs.	_____
Training	_____
Off. of Cong. & Public Affs.	_____
Director's Sec'y	_____

b6
b7C
b7D

CL 3
EX-108
JL # 232
C. Smith

MM0023 81 350

RR HQ LS

DE MM

R 07 350Z OCT 80

FM MIAMI (163- 90) (C)

TO DIRECTOR ROUTINE

LO ISVILLE ROUTINE

BT

~~CONFIDENTIAL~~

ATTENTION INTD, CI-3B UNIT.

NUGAN HAND BANK, FPC.

RE MIAMI TELE TYPE TO BUREAU, SEPTEMBER 4, 1980, AND BUREAU
TEL TO MM, SEPTEMBER 6, 1980.

FOR INFO OF THE BUREAU AND LOUISVILLE, AND
HIS SOLD HIS RESIDENCE IN MIAMI AND RELOCATED TO
[REDACTED] OF OCTOBER 3, 1980.

FOR THE ADDITIONAL INFO OF LOUISVILLE [REDACTED]
FORMERLY UNDER CONTACT WITH SUBJECT BORN IN HONG KONG
MANAGEMENT CONSULTANT. [REDACTED] LEFT HONG KONG MARCH OF
1980, HE SHIPPED TO THE U.S. CERTAIN PERSON AND BORN FILES.
PERSON REST OF [REDACTED] 10 1000

Exec. AD-Adm.	
Exec. AD-Inv.	
Exec. AD-LES	
Asst. Dir.:	
Adm. Servs.	
Crim. Inv.	
Ident.	
Intell.	
Laboratory	
Legal Coun.	
Plan. & Insp.	
Rec. Mgmt.	
Tech. Servs.	
Training	
Off. of Cong. & Public Affs.	
Director's Sec'y	

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b7C

35

4501

Copy Hong Kong
10/13/80

[Handwritten signature]

5-11

DECLASSIFIED BY SP5C11Dms
ON 2/16/90 308,506

[REDACTED] H S RESPONDED
TO [REDACTED]
[REDACTED] AS OF SEPTEMBER 4,
1980, [REDACTED] AGREED TO MAKE INDEPENDENT ARRANGEMENTS DIRECT WITH
[REDACTED] TO RETURN SHIP ONE BOX OF RECORDS AND TO ADVISE [REDACTED] OF
THE METHOD AND TERMS OF THE RETURN SHIPMENT OF NUGAN HAND BANK
RECORDS. AS OF SEPTEMBER 26, 1980, IT IS APPARENT THAT [REDACTED]
HAS NOT BEEN IN CONTACT WITH [REDACTED] INASMUCH AS THE SECOND
REFERENCED TELETYPE REQUESTED MIAMI TO RECONTACT [REDACTED] AND
ADVISE OF THE CURRENT STATUS OF THE PLANNED RETURNED SHIPMENT OF
RECORDS.

THE BUREAU IS REQUESTED TO RELAY TO LEGAT HONG KONG THAT
AS OF OCTOBER 3, 1980, [REDACTED] HAS RELOCATED TO LEXINGTON,
KENTUCKY, AND THAT THE LOUISVILLE FBI OFFICE WILL MAKE EFFORTS TO
DETERMINE STATUS OF SHIPMENT.

LOUISVILLE AT LEXINGTON, KENTUCKY WILL LOCATE AND INTERVIEW
[REDACTED] AT [REDACTED] AND DETERMINE IF HE PLANS TO
RETURN SHIP RECORDS TO [REDACTED] AND IF HE CONTINUES TO DESIRE TO
DEAL DIRECTLY WITH [REDACTED] CONCERNING THE RETURN SHIPMENT. WILL

PAGE THREE MM 163-2191 C O N F ~~I~~ D E N T I A L

THEREAFTER ADVISE THE BUREAU OF RESULTS THAT THE REQUEST OF THE
BUREAU FOR THOSE RESULTS BE FORWARDED TO LEGAT HONG KONG .

C AND E BY 15~~8~~7, REASON 1, DRD OCTOBER 7, 2000.

BT

#

LS0071 294175Z

RE HQ MM

DELS

R 201750Z OCT 80

F FBI LOUISVILLE (163-134) RUC

TO DIRECTOR, FBI ROUTINE

ATTN: INTD, C1-3B UNIT

FBI MIAMI (163-2191) ROUTINE

BT

~~CONFIDENTIAL~~

MIGAN HAND BANK, EPC

RECEIVED
TELETYPE UNIT

20 OCT 80 17 58z

RECEIVED
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

b6
b7C

RE MIAMI TELETYPE TO THE BUREAU, OCTOBER 7, 1980.

ON OCTOBER 15, 1980, [REDACTED]

[REDACTED] ADVISED THAT WITH REGARD TO RECORD

IN QUESTION, HE CONSIDERS ALL OF THESE RECORDS TO BE PERSONAL. HOWEVER, HE HAS INVENTORIES THESE RECORDS AND HAS OR WILL FURNISH A LIST TO OFFICIALS IN HONG KONG THROUGH AND BY HIS ATTORNEY,

[REDACTED]
ADVISED THAT HE WILL AWAIT RESPONSE FROM HONG KONG WITH REGARD TO WHAT RECORDS OFFICIALS THERE CONSIDER NOT TO BE PERSONAL AND DEPENDING UPON ADVICE FROM HIS ATTORNEY, WHO WILL COORDINATE THIS.

DECLASSIFIED BY SP5C10ms
ON 2/16/90 308,506

b6
b7c

PAGE TWO D E L S #001 C O N F I D E N T I A L

MATTER WITH HONG KONG OFFICIALS, AND WILL FORWARD REQUESTED
RECORDS. [REDACTED] FEELS THAT HE REQUIRES RECORDS IN QUESTION
TO GAIN REIMBURSEMENT FOR LEGAL FEES CAUSED BY CAPTIONED BANK.

C & E BY 5441, REASON 1, DRD OCTOBER 23, 2003.

BT

#001

NNNN

WORQUT HQ2/BB

HOLD FOR ONE

FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☒ AIRTEL

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

CONFIDENTIALDate 10/3/80

TO: DIRECTOR, FBI
 FROM: LEGAT, HONG KONG (55-4) (P)
 SUBJECT: NUGAN HAND BANK
 FPO

ReHONtel to Bureau, 9/26/80.

Enclosed for FBIHQ and recipient offices is a
~~CONFIDENTIAL~~ memorandum dated 9/29/80 received from the
 [redacted]
 relating to captioned matter. (S)

b7D

Honolulu, at Guam, if possible, is requested to
 furnish whatever information obtainable, if any, to Legat,
 Hong Kong, for passage [redacted] (U)

CONFIDENTIAL

Classified and Extended by 2008
 Reason for Extension FCIM II, 1-2.4.2 (1)
 Date of Review for Declassification 10/3/2010

6 - Bureau (Enc-3) *1-7*
 (2 - Honolulu (Att: Guam Resident Agent)
 (2 - Miami, 163-2191)
 1 - Hong Kong
 REG:vmm
 (7)

2/16/90
 Classified by SP5C11Dms
 Declassify on: OADR 308,506

DE-70

163-4-1-37

AIRTEL

17 OCT 15 1980

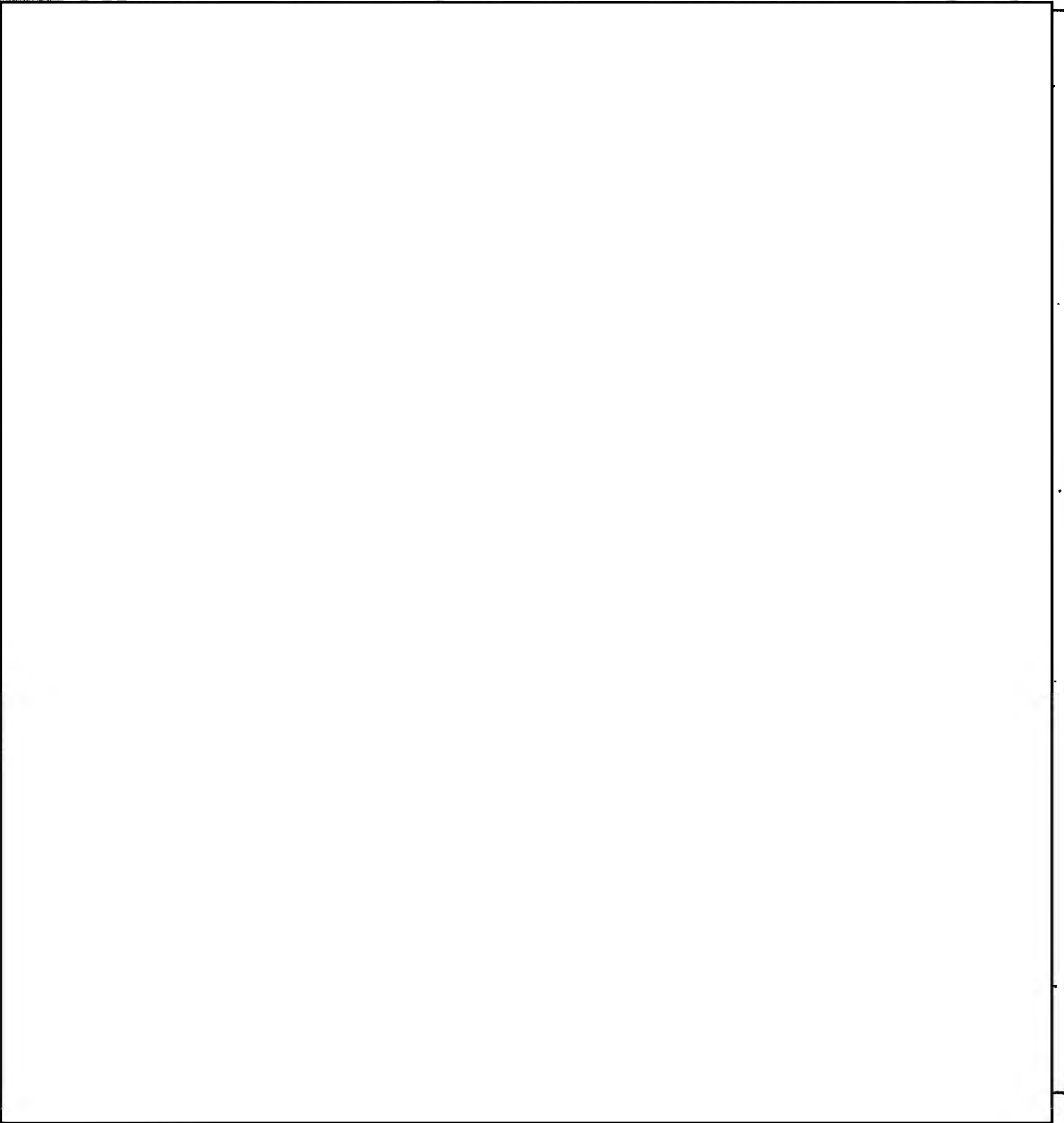
CONFIDENTIAL MATERIAL ATTACHED

Approved: _____

Transmitted _____
(Number) (Time)

Per _____

ALL INFORMATION CONTAINED
 HEREIN IS UNCLASSIFIED
 DATE 11-17-2012 BY 60322



163-45612-37

b6
b7C
b7D

~~CONFIDENTIAL~~

MESSAGE RELAY VIA TELETYPE

DATE 10-21-80	CLASSIFICATION UNCLAS E F T O	PRECEDENCE ROUTINE
------------------	----------------------------------	-----------------------

FM DIRECTOR FBI

TO LEGAL ATTACHE, HONG KONG

- | | | |
|---|--|--|
| <input type="checkbox"/> The President
<input type="checkbox"/> The Vice President
<input type="checkbox"/> White House Situation Room
<input type="checkbox"/> Attn: National Security Council
<input type="checkbox"/> Department of the Air Force (AFOSI)
<input type="checkbox"/> Department of the Army
<input type="checkbox"/> Naval Investigative Service
<input type="checkbox"/> Commandant, U. S. Coast Guard
<input type="checkbox"/> National Security Agency (DIRNSA/NSOC (ATTN: SOO))
<input type="checkbox"/> Director, Defense Intelligence Agency
<input type="checkbox"/> Director CIA
<input type="checkbox"/> U. S. Secret Service (PID)
<input type="checkbox"/> Attn: Executive Protective Service
<input type="checkbox"/> ZEN/U. S. Postal Service
<input type="checkbox"/> Attn: Chief Postal Inspector | <input type="checkbox"/> Nuclear Regulatory Commission
<input type="checkbox"/> Department of Energy
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: U. S. Customs
<input type="checkbox"/> Department of Treasury
<input type="checkbox"/> Attn: Bureau of Alcohol Tobacco & Firearms
<input type="checkbox"/> Department of Transportation
<input type="checkbox"/> Attn: Director of Security
<input type="checkbox"/> Drug Enforcement Administration
<input type="checkbox"/> General Services Administration (WASHDC area, specify office)

<input type="checkbox"/> (Other Areas, specify CITY/STATE)

<input type="checkbox"/> Federal Aviation Administration
<input type="checkbox"/> Federal Protective Service
<input type="checkbox"/> Secretary of State
<input type="checkbox"/> Attn: Director Bureau of Intelligence & Research
<input type="checkbox"/> Attn: SCA - VISA Office Room 709 - SA2 | <input type="checkbox"/> Attorney General
<input type="checkbox"/> Deputy AG
<input type="checkbox"/> Attn: Emergency Programs Center
<input type="checkbox"/> Assistant AG, Civil Rights Div.
<input type="checkbox"/> Assistant AG, Criminal Div.
<input type="checkbox"/> Attn: Internal Security Section
<input type="checkbox"/> Attn: General Crimes Section
<input type="checkbox"/> Assistant AG for Administration
<input type="checkbox"/> Attn: Security & Administrative Services Staff
<input type="checkbox"/> Immigration & Naturalization Service |
|---|--|--|

(SERVICE ALSO AVAILABLE TO GOVERNMENT AGENCIES NOT LISTED. ☐
 CONTACT COMMUNICATIONS CENTER FOR ADDRESSING INFORMATION) ☐
 SUBJECT:

SEE ATTACHED.

APPROVED BY	ORIGINATOR EMS: jyl	ROOM 4644/5	TELE EXT. 4696/232
-------------	------------------------	----------------	-----------------------

20 NOV 4 1980

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

 DECLASSIFIED BY SP5CJ/oms
 ON 2/16/90 308,506

NOV 05 1960

USE OF FORM 0-73

1. Only incoming teletype messages which require transmission relay may be prepared for transmission using form 0-73. Use of form 0-73 is restricted to incoming teletype messages received within the last 3 days which require transmission relay; all other teletype messages must be prepared using form 0-93.
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2. List addresses immediately following the "TO" or place a check mark in the appropriate boxes.
3. Type or PRINT the subject in the space provided.
4. Print or type originator's name, room number and telephone extension.
5. Indicate approval for transmission by initialing the "Approved By" box.

PREPARATION OF MESSAGE TO BE TRANSMITTED

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4. When using the 0-73 form to disseminate information to field offices, Legal Attaches and other Government agencies simultaneously, the text, notes and administrative data must be identical for all addressees.

21 OCT 21 31
COMMUNICATIONS SECTION

LS0001 2941750Z

RR HQ MM

DE LS

R 201750Z OCT 80

FM FBI LOUISVILLE (163-134) RUC

TO DIRECTOR, FBI ROUTINE

ATTN: INTD, CI-3B UNIT

FBI MIAMI (163-2191) ROUTINE

BT

RECEIVED
TELETYPE UNIT

20 OCT 80 17 58z

RECEIVED
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

b6
b7C

~~CONFIDENTIAL~~

MUGAN HAND BANK, FPC

BY TELETYPE DATED OCTOBER 20, 1980, SAC, LOUISVILLE ADVISED
RE MIAMI TELETYPE TO THE BUREAU, OCTOBER 7, 1980.

AS FOLLOWS:

ON OCTOBER 15, 1980, [REDACTED]

[REDACTED] ADVISED THAT WITH REGARD TO RECORDS
IN QUESTION, HE CONSIDERS ALL OF THESE RECORDS TO BE PERSONAL.
HOWEVER, HE HAS INVENTORIES THESE RECORDS AND HAS OR WILL FURNISH
A LIST TO OFFICIALS IN HONG KONG THROUGH AND BY HIS ATTORNEY,
[REDACTED]

ADVISED THAT HE WILL AWAIT RESPONSE FROM HONG KONG WITH REGARDS
TO WHAT RECORDS OFFICIALS THERE CONSIDER NOT TO BE PERSONAL AND
DEPENDING UPON ADVICE FROM HIS ATTORNEY, WHO WILL COORDINATE THIS

PAGE TWO DE LS #001 ~~CONFIDENTIAL~~

MATTER WITH HONG KONG OFFICIALS, AND WILL FORWARD REQUESTED
RECORDS. [] FEELS THAT HE REQUIRES RECORDS IN QUESTION
TO GAIN REIMBURSEMENT FOR LEGAL FEES CAUSED BY CAPTIONED BANK.

b6
b7C

C & E BY ~~5477~~²² REASON 1, DRD OCTOBER ~~22~~²¹, 2000.

BT

#001

NNNN

W OR QUIT HQ2/BB

HOLD FOR ONE

-3-

FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☒ Airtel

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☒ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

Date 2/3/81

~~CONFIDENTIAL~~

TO: DIRECTOR, FBI

FROM: *WCE/jah* HONOLULU (163-307) (RUC)

NUGAN HAND BANK
 FPC

b6
 b7C

Re Legat, Hong Kong airtel to Bureau. 10/3/80.
 requesting investigation to determine if [redacted]
 [redacted] visited Guam in May, 1980.

[redacted] U.S. Immigration
 and Naturalization Service, Agana, Guam, advised a review of
 records failed to reveal any information concerning either
 [redacted] further
 advised his office does not maintain records of foreign
 visitors who reside on Guam for only a short period of time.

Records of Guam Department of Public Safety were
 reviewed and no information identifiable with [redacted]
 [redacted] was located.

163-7512-39
 [redacted] Guam Department of Customs and
 Quarantine, advised a thorough review of records revealed
 [redacted] arrived on Guam 5/23/80 on Continental
 Airlines Flight 656 for an indicated one day visit where she

1-D
 5 - Bureau
 (2 - Legat, Hong Kong)(55-4)
 (1 - Legat, Manila)(163-354)
 2 - Honolulu
 (1 - 163-307)
 (1 - 183-95)

06 DBG: ajh 1981
 (7)

~~CONFIDENTIAL~~

CLASS. & EXT. BY 456
 REASON FOR EXT. 283
 DATE OF REVIEW February 3, 2001

DECLASSIFIED BY SP5Cil/pms

ON 2/16/90

308,506

Approved: _____ Transmitted _____ Per _____
 (Number) (Time)

~~CONFIDENTIAL~~

b6
b7C

HN 163-307

would be residing at [redacted] listed
her home address at [redacted]
and the purpose of the visit as "pleasure" [redacted]
advised no record was located for the name [redacted]

For information, [redacted] has
recently been sold and is now known as [redacted]
All [redacted] records had been removed for storage at
[redacted] Agana, Guam.

On 1/31/81, [redacted]
[redacted] Agana, Guam, advised the hotel records for May,
1980, were apparently lost in the "mass of confusion" caused by
a recent move of the hotel records to [redacted]
She advised she would continue her efforts, and if the records
for May, 1980 are located she would immediately advise the FBI.

In view of the above, Honolulu conducting no additional
investigation at this time. However, if [redacted] records
for May, 1980 are located, any additional information will imme-
diately be furnished to the Bureau for appropriate dissemination
to Legat, Hong Kong.

- 2* -

~~CONFIDENTIAL~~

UNITED STATES GOVERNMENT

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION*Memorandum*

TO : Director, FBI ()

DATE: 10/23/80

FROM : Legal Attache, HONG KONG (55-4) (P)

SUBJECT: NUGAN HAND BANK
FPC

Reference: Butel, 10/21/80.

Dissemination, as outlined below, was made on dates indicated.

☐ _____ copies of☒ Pertinent information from referenced Butel.Name and Location of AgencyDate Furnished

10/23/80

b7D

2 - Bureau

(1 - Foreign Liaison Desk)

2 - Hong Kong

(11-66-94)

REC-11mm

(4)



Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308, 506
DATE 2/16/90 BY SP5C11/07

FBI

F B I

Date: 4/8/81

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI (ATTN: FOREIGN LIAISON UNIT)
FROM: LEGAT MANILA (163-357) (C)
SUBJECT: NUGAN HAND BANK
FPC

UB 8

Re Honolulu airtel to the Bureau, 2/3/81.

Enclosed for the Bureau are two copies of American Consulate, Sydney telegram # 1188, dated 4/3/81, classified limited official use. Telegram received at Manila 4/8/81.

Enclosure outlines interest in FBI, U.S. Customs Service and Internal Revenue Service information concerning captioned bank by court appointed liquidator of defunct Nugan Hand Companies.

Enclosure contains American Consulate, Sydney request that Department of State provide guidelines. Inasmuch as FBIHQ likely will be contacted by Department of State, enclosure is provided for Bureau assistance.

Foreign Liaison Unit requested to assure enclosure is provided to FBIHQ personnel interested in this matter.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,506
DATE 2/16/90 BY SP5 c/loms

2 - Bureau (Enc. 2)
1 - Manila
JHG:jss
(3)

66 JUNE 1981

ENCLOSURE

23 APR 15 1981

FBI

Approved: _____

Special Agent in Charge

Sent _____ M

Per _____

O FDVZCZCMJA433ES 118
RR RUMJMA
DE RUEHC #1188/1 0930445
ZNY CCCCC ZZH
R 030412Z APR 81
FM AMCONSUL SYDNEY MCN ERR
TO RUEHC/SECSTATE WASHDC 3055
INFO RUMTBK/AMEMBASSY BANGKOK 725,
RUEHC/AMEMBASSY CANBERRA 9571
RUMJMA/AMEMBASSY MANILA 1397-98
RUMJDT/AMCONSUL HONG KONG 1175
BT
LIMITED OFFICIAL USE SYDNEY 1188

03 APR 81
TOR: 0933
CN: 00377
CHRG: LEG
LEGATT 2
INFO CPU
3 WF

BANGKOK FOR DEA
HONG KONG FOR CUSTOMS REPRESENTATIVE
MANILA FOR LEGATT

E.O. 12065: N/A
TAGS: 1 09, PEPR, FINV, AS
SUBJECT: REQUEST FOR INFORMATION ON NUGAN HAND CASE

1. THE COURT APPOINTED LIQUIDATOR OF THE DEFUNCT NUGAN HAND COMPANIES, [REDACTED] WISHES TO OBTAIN INFORMATION RELATING TO THOSE COMPANIES FROM US CUSTOMS, THE FBI AND THE IRS. AS A FIRST STEP, HE WOULD LIKE TO HAVE THE NAMES AND ADDRESSES OF OFFICIALS FROM THOSE AGENCIES WHO MAY BE ABLE TO ASSIST HIM. THE REQUEST, IN A LETTER FROM [REDACTED] (WHO IS WITH [REDACTED] IN SYDNEY) TO [REDACTED]

b6
b7c

READS AS FOLLOWS:

BEGIN QUOTE:

DEAR SIR:

RE: NUHAN LIMITED (IN LIQUIDATION) FORMERLY NGUAN HAND LIMITED, YORKVILLE NOMINEES PTY LIMITED (IN LIQUIDATION), NUGAN HAND INTERNATIONAL HOLDINGS (IN LIQUIDATION)

FOLLOWING MY TELEPHONE CONVERSATION WITH YOUR OFFICE, I AM GRATEFUL FOR THE OPPORTUNITY OF MEETING WITH YOU AND DISCUSSING MATTERS IN RELATION TO THE AFFAIRS OF THE ABOVE COMPANIES OF WHICH I WAS APPOINTED OFFICIAL LIQUIDATOR BY THE NEW SOUTH WALES SUPREME COURT LAST JULY. FOR YOUR RECORDS A COPY OF THE RESPECTIVE COURT ORDERS OF MY APPOINTMENT ARE ATTACHED.

MY FUNCTION AS LIQUIDATOR IS TO ACT FOR THE ORDINARY UNSECURED CREDITORS IN THE RECOVERY OF WHATEVER ASSETS AND FUNDS ARE AVAILABLE. THIS INCLUDES INVESTIGATING THE AFFAIRS OF THE COMPANIES IN ORDER TO DISCOVER ASSETS WHICH MAY NOT BE READILY IDENTIFIED IN THE RECORDS AS WELL AS REALISING KNOWN ASSETS AND PAYING A DIVIDEND TO CREDITORS.

DURING THE COURSE OF MY PRELIMINARY INVESTIGATIONS, I HAVE BEEN INFORMED THAT VARIOUS OFFICES OF THE UNITED STATES GOVERNMENT HAVE CONDUCTED INQUIRIES INTO THE COMPANIES IN LIQUIDATION OVER A PERIOD OF YEARS PRECEDING THE WINDING UP AND IN MORE RECENT TIMES HAVE INTERVIEWED FORMER OFFICERS OF THE COMPANIES.

SPECIFICALLY, I AM REFERRING TO INQUIRIES BY THE AMERICAN CUSTOMS DEPARTMENT INTO THE MOVEMENT OF FUNDS

102-46612-42
LIMITED OFFICIAL USE

SYDNEY 1188 1/2

BY THE VARIOUS NULAN HAND COMPANIES TO AND FROM AUSTRALIA AND THROUGHOUT THE WORLD. I FURTHER UNDERSTAND THAT THIS DEPARTMENT HAS INFORMATION IN BOTH HONG KONG AND WASHINGTON IN RELATION TO THE COMPANIES WHICH MAY BE OF ASSISTANCE TO ME.

b6
b7C

IN ADDITION, I UNDERSTAND THAT A [REDACTED] A UNITED STATES CITIZEN AND ONE OF THE FORMER OFFICERS OF NULAN HAND, WAS INTERVIEWED BY THE FEDERAL BUREAU OF INVESTIGATION EARLY IN 1980 WHEN CERTAIN RECORDS OF THE COMPANY WERE IMPOUNDED BY THAT AGENCY. I AM INTERESTED TO DETERMINE WHETHER THE RESULTS OF THAT INTERVIEW AND THE RECORDS HELD CAN BE OF ASSISTANCE TO ME.

FINALLY, I HAVE BEEN INFORMED THAT THE UNITED STATES INTERNAL REVENUE SERVICE HAS ALSO CONDUCTED INQUIRIES AND THAT THE HONG KONG OFFICE OF THAT DEPARTMENT TOGETHER WITH THE WASHINGTON OFFICE HAS INFORMATION ON THE AFFAIRS OF THE COMPANIES WHICH MAY BE HELPFUL TO ME.

I TRUST THAT IN THE CIRCUMSTANCES OF THIS MATTER YOU WILL UNDERSTAND THAT I AM OBLIGED TO MAKE THIS APPROACH TO YOU IN THE INTEREST OF THOSE PARTIES FOR WHOM I ACT AS THE DEFICIENCY AT THIS STAGE MAY APPROACH A FIGURE OF \$25,000,000.

IDEALLY WHAT I AM SEEKING FROM YOU ARE THE NAMES AND ADDRESSES OF PERSONS IN HONG KONG AND AMERICA FROM THOSE OFFICES MENTIONED ABOVE AND ANY OTHERS YOU MAY CONSIDER RELEVANT WHO WOULD BE PREPARED TO SEE ME. I WOULD THEN BE ABLE TO ASCERTAIN WHAT INFORMATION MAY BE MADE AVAILABLE TO ME WHICH WOULD ASSIST IN MY OBJECTIVE. LIKEWISE IF THERE IS ANY INFORMATION FROM MY FILES OR AVAILABLE TO ME WHICH MAY BE OF INTEREST TO YOUR GOVERNMENT OR ITS AGENCIES THEN I AM ONLY TOO HAPPY TO COOPERATE TO THE FULLEST EXTENT POSSIBLE.

MY THANKS IN ANTICIPATION OF YOUR COOPERATION.

YOUR FAITHFULLY

[REDACTED]

: END QUOTE

2. CONGEN COMMENT. WE WOULD LIKE TO SEE AS FORTHCOMING A RESPONSE AS POSSIBLE. PUBLICITY IN AUSTRALIA ON THE NUGAN HAND AFFAIR -- WITH ALLEGATIONS OF DRUG DEALINGS, FRAUD, AND CIA INVOLVEMENT -- IS HARMFUL TO US AND WE SHOULD NOT BE UNCOOPERATIVE. MOREOVER, THE UNSECURED CREDITORS ON WHOSE BEHALF THE LIQUIDATOR IS WORKING, INCLUDE AMERICAN CITIZENS.

3. WE WOULD APPRECIATE THE DEPARTMENT'S GUIDANCE ON HOW TO PROCEED. CAN CUSTOMS, THE FBI AND THE IRS PROVIDE INFORMATION ON WHOM [REDACTED] SHOULD CONTACT? IS THERE INFORMATION IN THESE AGENCIES THAT WOULD BE HELPFUL TO HIM? WHAT PRIVACY ACT AND FREEDOM OF INFORMATION ACT CONSIDERATIONS ARE APPLICABLE? [REDACTED] TOLD US HE IS WILLING TO TRAVEL TO THE US TO MEET WITH ANY US OFFICIALS WHO MAY HAVE INFORMATION. WOULD SUCH A TRIP BE ADVISABLE OR NECESSARY? IT WOULD BE HELPFUL IF [REDACTED] WOULD COORDINATE A RESPONSE TO THIS MESSAGE FROM THE VARIOUS CONCERNED AGENCIES.

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O FDVZCZCMJA43353C118

RR RUMJMA

DE RUEHC #1188/1 0930445

ZNY CCCCC ZZH

R 030412Z APR 81

FM AMCONSUL SYDNEY MCN ERR

TO RUEHC/SECSTATE WASHDC 3055

INFO RUMTBK/AMEMBASSY BANGKOK 725

RUEHAC/AMEMBASSY CAMBERRA 9571

RUMJMA/AMEMBASSY MANILA 1397-98

RUMJDE/AMCONSUL HONG KONG 1175

BT

LIMITED OFFICIAL USE SYDNEY 1188

03 APR 81

TOR: 0933

CN: 00377

CHRG: LRG

1304TT 2

INFO CPU

3 44

BANGKOK FOR DFA

HONG KONG FOR CUSTOMS REPRESENTATIVE

MANILA FOR LEGATT

E.O. 12065: N/A

TAGS:1 09, PEPR, FINV, AS

SUBJECT: REQUEST FOR INFORMATION ON NUGAN HAND CASE

1. THE COURT APPOINTED LIQUIDATOR OF THE DEFUNCT NUGAN HAND COMPANIES, [REDACTED] WISHES TO OBTAIN INFORMATION

RELATING TO THOSE COMPANIES FROM US CUSTOMS. THE FBI AND THE IRS. AS A FIRST STEP, HE WOULD LIKE TO HAVE THE NAMES AND ADDRESSES OF OFFICIALS FROM THOSE AGENCIES WHO MAY BE ABLE TO ASSIST HIM. THE REQUEST, IN A LETTER FROM [REDACTED]

(WHO IS WITH [REDACTED])

SYDNEY) TO [REDACTED] IN

READS AS FOLLOWS:

BEGIN QUOTE:

DEAR SIR:

RE: NUHAN LIMITED (IN LIQUIDATION) FORMERLY NGUAN HAND LIMITED, YORKVILLE NOMINEES PTY LIMITED (IN LIQUIDATION), NUGAN HAND INTERNATIONAL HOLDINGS (IN LIQUIDATION)

FOLLOWING MY TELEPHONE CONVERSATION WITH YOUR OFFICE, I AM GRATEFUL FOR THE OPPORTUNITY OF MEETING WITH YOU AND DISCUSSING MATTERS IN RELATION TO THE AFFAIRS OF THE ABOVE COMPANIES OF WHICH I WAS APPOINTED OFFICIAL LIQUIDATOR BY THE NEW SOUTH WALES SUPREME COURT LAST JULY. FOR YOUR RECORDS A COPY OF THE RESPECTIVE COURT ORDERS OF MY APPOINTMENT ARE ATTACHED.

MY FUNCTION AS LIQUIDATOR IS TO ACT FOR THE ORDINARY UNSECURED CREDITORS IN THE RECOVERY OF WHATEVER ASSETS AND FUNDS ARE AVAILABLE. THIS INCLUDES INVESTIGATING THE AFFAIRS OF THE COMPANIES IN ORDER TO DISCOVER ASSETS WHICH MAY NOT BE READILY IDENTIFIED IN THE RECORDS AS WELL AS REALISING KNOWN ASSETS AND PAYING A DIVIDEND TO CREDITORS.

DURING THE COURSE OF MY PRELIMINARY INVESTIGATIONS, I HAVE BEEN INFORMED THAT VARIOUS OFFICES OF THE UNITED STATES GOVERNMENT HAVE CONDUCTED INQUIRIES INTO THE COMPANIES IN LIQUIDATION OVER A PERIOD OF YEARS PRECEDING THE WINDING UP AND IN MORE RECENT TIMES HAVE INTERVIEWED FORMER OFFICERS OF THE COMPANIES.

SPECIFICALLY, I AM REFERRING TO INQUIRIES BY THE AMERICAN CUSTOMS DEPARTMENT INTO THE MOVEMENT OF FUNDS

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BY THE VARIOUS NULAN HAND COMPANIES TO AND FROM AUSTRALIA AND THROUGHOUT THE WORLD. I FURTHER UNDERSTAND THAT THIS DEPARTMENT HAS INFORMATION IN BOTH HONG KONG AND WASHINGTON IN RELATION TO THE COMPANIES WHICH MAY BE OF ASSISTANCE TO ME.

IN ADDITION, I UNDERSTAND THAT A [REDACTED] A UNITED STATES CITIZEN AND ONE OF THE FORMER OFFICERS OF NULAN HAND, WAS INTERVIEWED BY THE FEDERAL BUREAU OF INVESTIGATION EARLY IN 1982 WHEN CERTAIN RECORDS OF THE COMPANY WERE IMPOUNDED BY THAT AGENCY. I AM INTERESTED TO DETERMINE WHETHER THE RESULTS OF THAT INTERVIEW AND THE RECORDS HELD CAN BE OF ASSISTANCE TO ME.

FINALLY, I HAVE BEEN INFORMED THAT THE UNITED STATES INTERNAL REVENUE SERVICE HAS ALSO CONDUCTED INQUIRIES AND THAT THE HONG KONG OFFICE OF THAT DEPARTMENT TOGETHER WITH THE WASHINGTON OFFICE HAS INFORMATION ON THE AFFAIRS OF THE COMPANIES WHICH MAY BE HELPFUL TO ME.

I TRUST THAT IN THE CIRCUMSTANCES OF THIS MATTER YOU WILL UNDERSTAND THAT I AM OBLIGED TO MAKE THIS APPROACH TO YOU IN THE INTEREST OF THOSE PARTIES FOR WHOM I ACT AS THE DEFICIENCY AT THIS STAGE MAY APPROACH A FIGURE OF \$A25,000,000.

IDEALLY WHAT I AM SEEKING FROM YOU ARE THE NAMES AND ADDRESSES OF PERSONS IN HONG KONG AND AMERICA FROM THOSE OFFICES MENTIONED ABOVE AND ANY OTHERS YOU MAY CONSIDER RELEVANT WHO WOULD BE PREPARED TO SEE ME. I WOULD THEN BE ABLE TO ASCERTAIN WHAT INFORMATION MAY BE MADE AVAILABLE TO ME WHICH WOULD ASSIST IN MY OBJECTIVE. LIKEWISE IF THERE IS ANY INFORMATION FROM MY FILES OR AVAILABLE TO ME WHICH MAY BE OF INTEREST TO YOUR GOVERNMENT OR ITS AGENCIES THEN I AM ONLY TOO HAPPY TO COOPERATE TO THE FULLEST EXTENT POSSIBLE.

MY THANKS IN ANTICIPATION OF YOUR COOPERATION.

YOUR FAITHFULLY

[REDACTED]

: END QUOTE

2. CONGEN COMMENT: WE WOULD LIKE TO SEE AS FORTHCOMING A RESPONSE AS POSSIBLE. PUBLICITY IN AUSTRALIA ON THE NUGAN HAND AFFAIR -- WITH ALLEGATIONS OF DRUG DEALINGS, FRAUD, AND CIA INVOLVEMENT -- IS HARMFUL TO US AND WE SHOULD NOT BE UNCOOPERATIVE. MOREOVER, THE UNSECURED CREDITORS ON WHOSE BEHALF THE LIQUIDATOR IS WORKING, INCLUDE AMERICAN CITIZENS.

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RECEIVED
LIMITED OFFICIAL USE UNIT FBB046

PAGE 01

SYDNEY 02265 060835Z

ACTION EA-12

FEDERAL GOVERNMENT

RECEIVED
FEDERAL BUREAU
OF INVESTIGATION
COMMUNICATIONS SECTION

INFO OCT-01 ADS-00 INR-10 CIAE-00 EB-08 ICA-11 DODE-00
NSAE-00 COME-00 SY-05 L-03 PA-01 SYE-00 JUSE-00
FBIE-00 SP-02 SPRS-02 /055 W

P 06055Z JUL 81

FM AMCONSUL SYDNEY

TO SECSTATE WASHDC PRIORITY 3501

INFO AMEMBASSY CANBERRA

-----135722 060838Z /16

NUGAN HAND CASE

LIMITED OFFICIAL USE SYDNEY 2265

E.O. 12065: NA

TAGS: SOPN, PEPR, EINV, AS

SUBJ: REQUEST FOR INFORMATION ON NUGAN HAND CASE

REF SYDNEY 1188

11989

JUL 9 1981

1. THE NATIONAL TIMES (NT), A WEEKLY PERIODICAL THAT CARRIES FREQUENT ARTICLES AND SPECULATION ON THE NUGAN HAND AFFAIR, THIS WEEK CRITICIZES PRIME MINISTER FRASER'S OFFICE FOR FAILING TO COOPERATE WITH [REDACTED] THE COURT APPOINTED LIQUIDATOR, WHO IS SEEKING INFORMATION FROM THE FBI AND OTHER US AGENCIES ABOUT THE DEFUNCT NUGAN HAND COMPANIES. *1-11/11* THE ARTICLE, WRITTEN BY [REDACTED] UNDER THE HEADLINE ~~"NUGAN HAND"~~ GOVT WON'T ASK FBI", STATES THAT [REDACTED] WROTE DIRECTLY TO PRIME MINISTER FRASER IN APRIL FOR ASSISTANCE IN SECURING INFORMATION FROM THE USG. IT ALSO NOTES THAT [REDACTED] SOUGHT ASSISTANCE FROM THE US CONSULATE GENERAL IN SYDNEY, BUT SO FAR HAS RECEIVED NO RESPONSE EITHER FROM [REDACTED] OR THE CONSULATE GENERAL OTHER THAN AN ACKNOWLEDGEMENT OF HIS REQUEST.

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2. [REDACTED] DIFFICULTIES, THE NT STATES, "REFLECT THE RELUCTANCE SHOWN AT THE TOP LEVELS OF THE AUSTRALIAN

LIMITED OFFICIAL USE

PAGE 02

SYDNEY 022 65 060835Z

GOVERNMENT TO GETTING TO THE BOTTOM OF THE NUGAN HAND AFFAIR". THE ARTICLE ALLEGES THAT INVESTIGATION OF THE NUGAN HAND CASE IN AUSTRALIA HAS BEEN TOO NARROW IN SCOPE AND "HAS STUDIOUSLY AVOIDED EXAMINING ANY CONNECTIONS BETWEEN THE BANK, AMERICAN INTELLIGENCE ACTIVITIES, AND ARMS TRAFFICKING, DESPITE THE MOUNTING EVIDENCE OF SUCH A CONNECTION". IN THIS REGARD, THE ARTICLE REFERS TO AN FBI REPORT ON NUGAN HAND OBTAINED BY THE NT LAST YEAR UNDER THE FREEDOM OF INFORMATION ACT WHICH HAD 73 OF 119 PAGES WITHHELD AND THE REMAINING PAGES HEAVILY CENSORED. A PHOTOGRAPH ACCOMPANYING THE ARTICLE SHOWS 3 OF THE HEAVILY EDITED PAGES. THE PAPER STATES THAT ACCORDING TO A COVERING LETTER ACCOMPANYING THE RELEASED DOCUMENTS, A PRINCIPAL REASON FOR THIS CENSORSHIP WAS NATIONAL SECURITY GROUNDS.

3. COMMENT: WE HAVE RECEIVED NO INQUIRY FROM THE PRESS, NOR HAS [REDACTED] BEEN BACK TO FOLLOW UP ON HIS REQUEST OF EARLY APRIL (REFTEL). HOWEVER, IT IS THREE MONTHS SINCE WE CABLED [REDACTED] REQUEST AND WOULD LIKE TO BE IN A POSITION TO PROVIDE AN INTERIM REPLY. ANY GUIDANCE FROM THE DEPARTMENT WOULD BE APPRECIATED.

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FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☒ AIRTEL

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

Date 7/31/81

TO: DIRECTOR, FBI

FROM: LEGAT, HONG KONG (55-4) (P)

SUBJECT: NUGAN HAND BANK
FPC

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For information of FBIHQ, on 7/23/81, [REDACTED]

[REDACTED] has requested [REDACTED]

[REDACTED] was advised that, pursuant to their request, [REDACTED]

[REDACTED] No further assurances or representations were made.

FBIHQ is requested to advise what further response is to be given to this request, if any.

2 - Bureau (Encs. - 3)
1 - Hong Kong
REG:eim
(3)

AIRTEL

60 DEC 14 1981

Approved: _____

Transmitted _____ (Number) (Time)

Per _____

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,506
DATE 2/16/90 BY SP5CJLMS



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ENCLOSURE

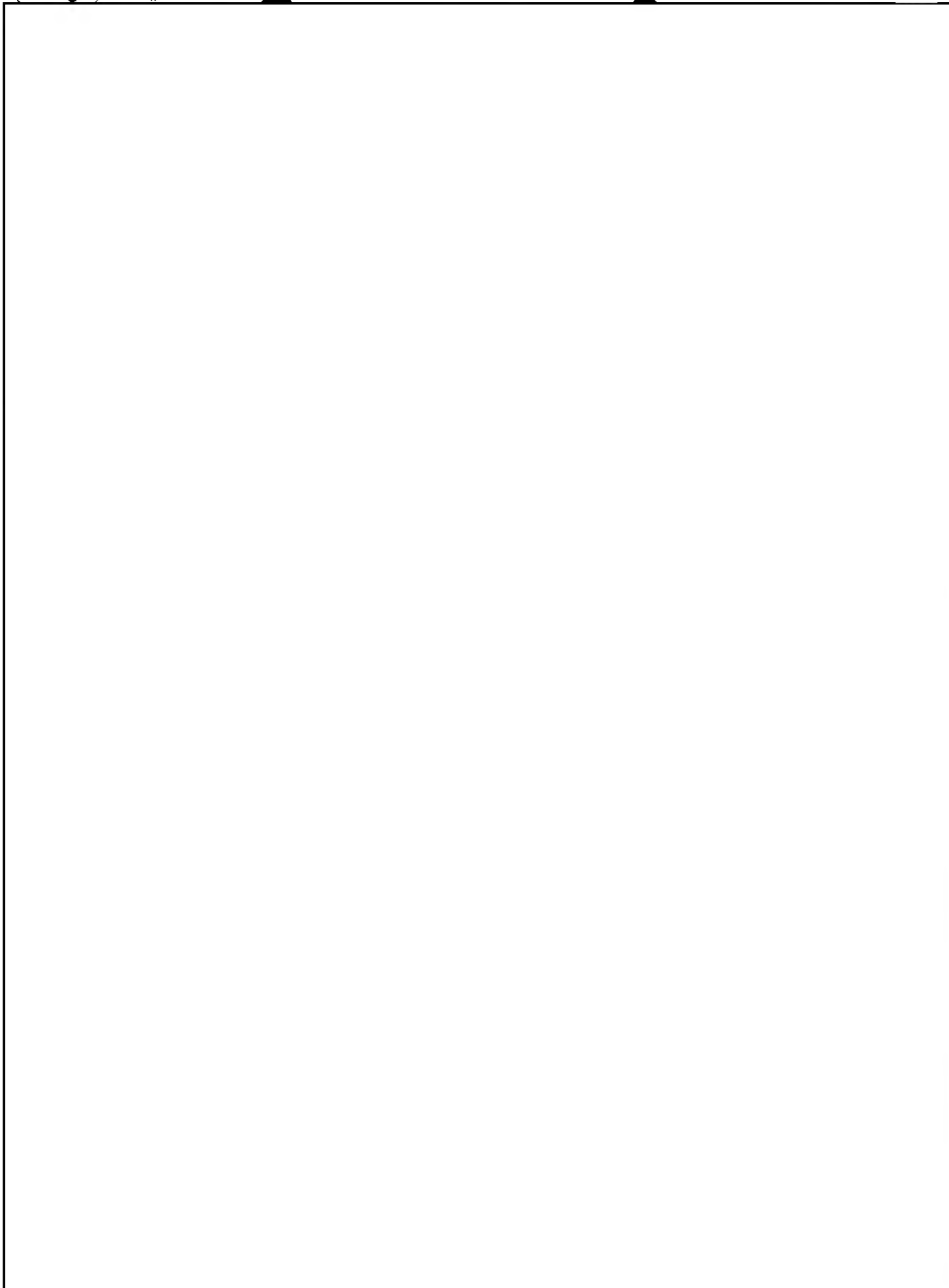
163-45612

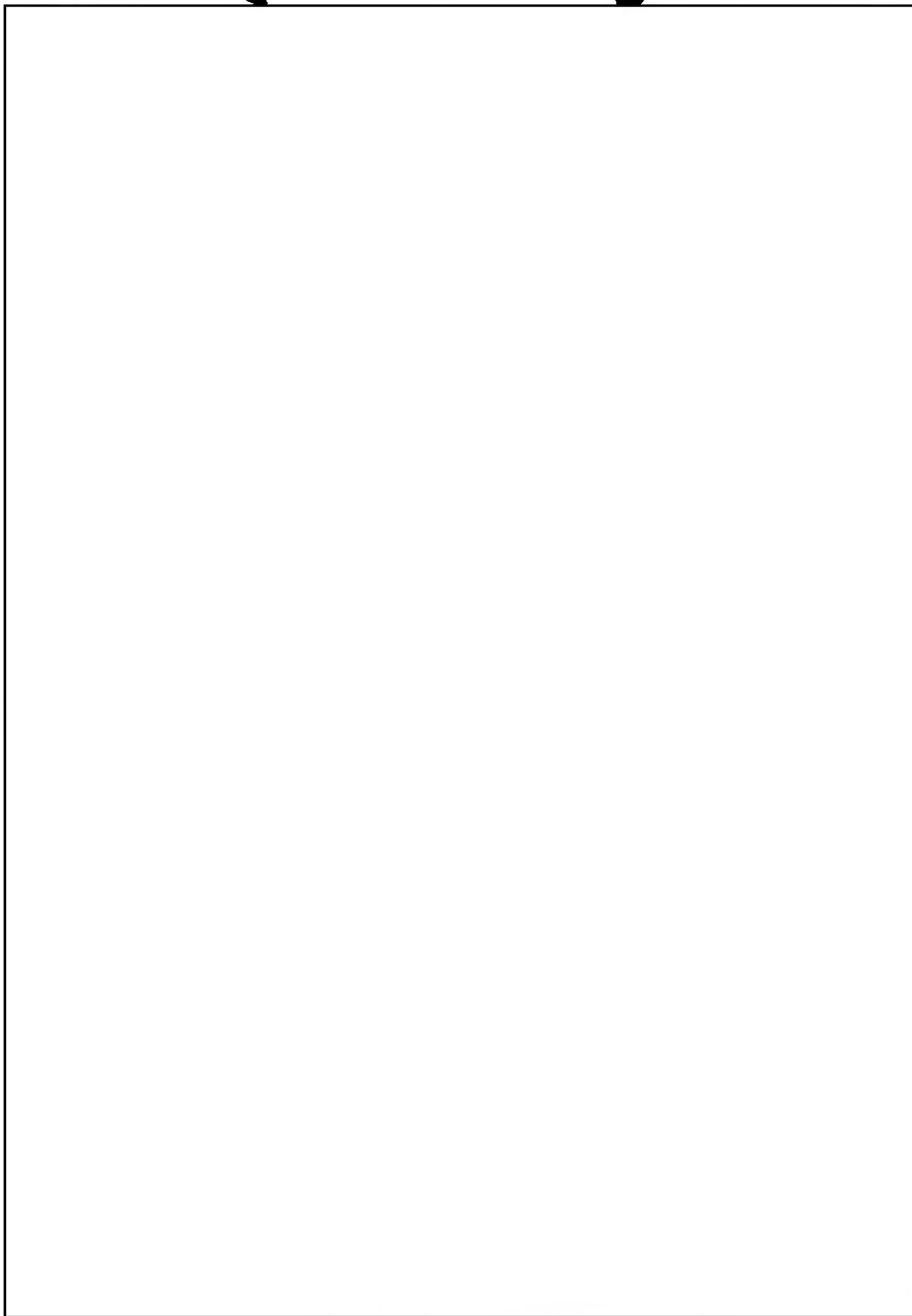
4/4

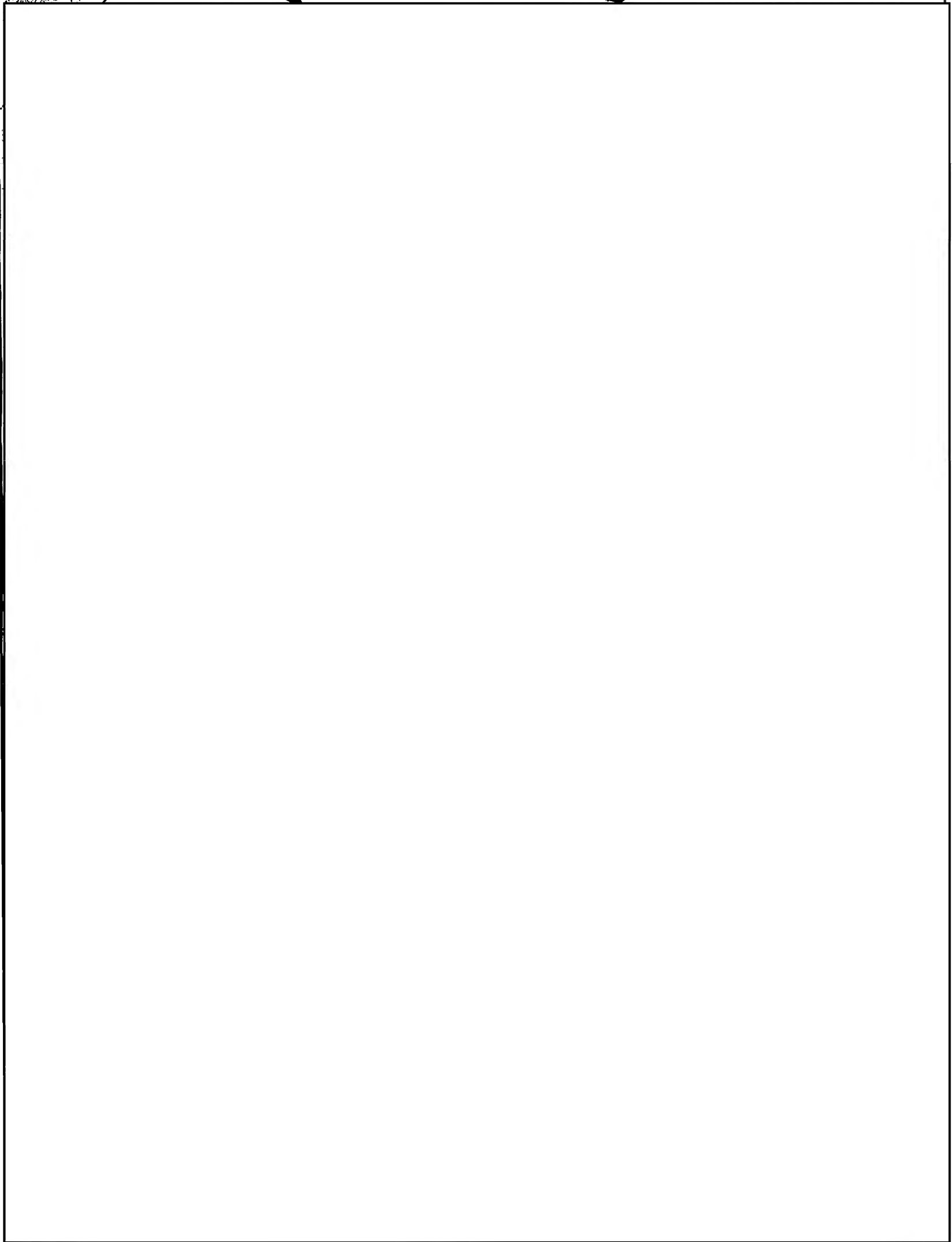
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163-451-444

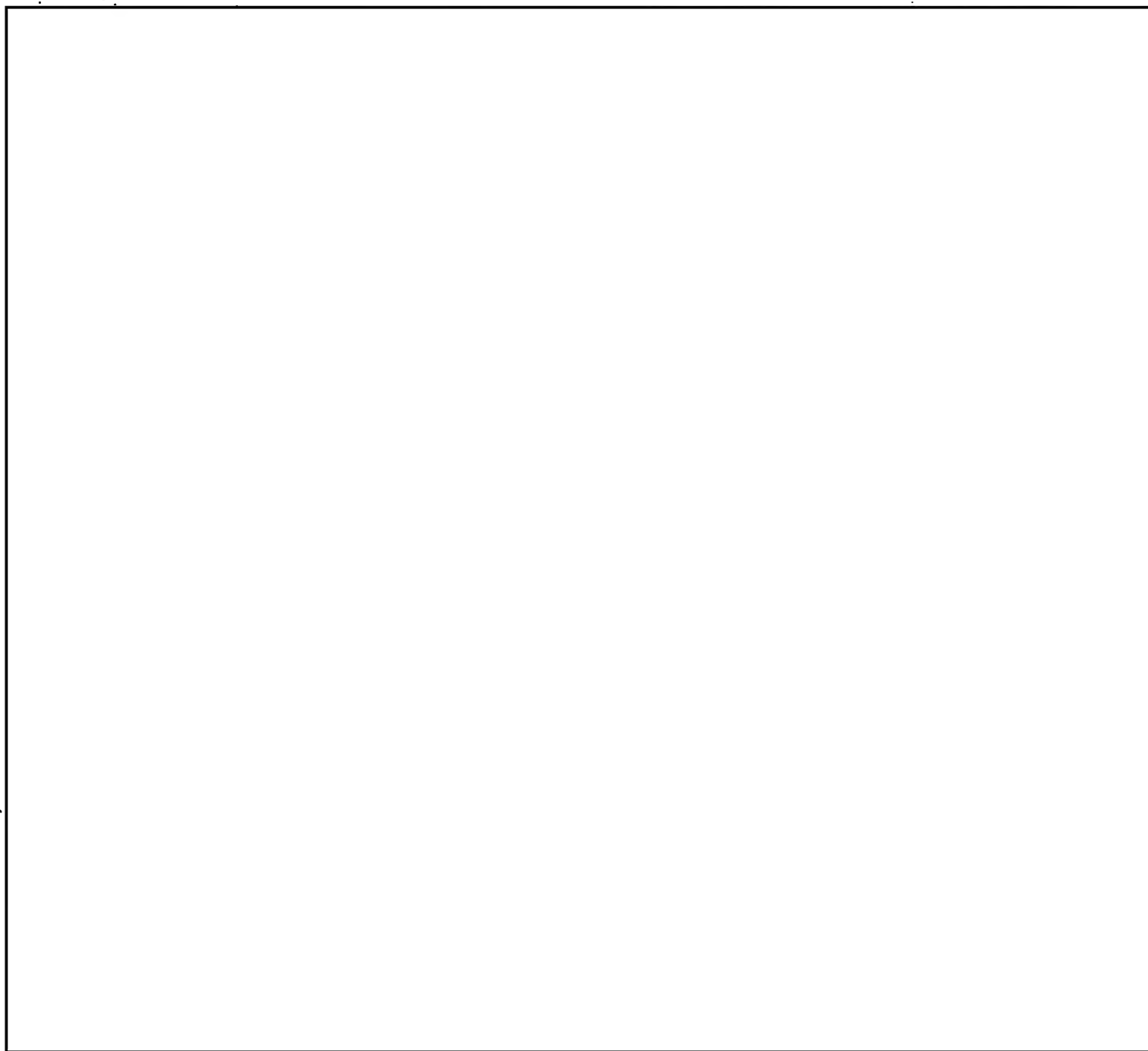
ENCLOSURE







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FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☒ AIRTEL

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

Date 10/23/81

TO: DIRECTOR, FBI

FROM: LEGAT, HONG KONG (55-4) (P)

SUBJECT: NUGAN HAND BANK
FPC

b7D

ReHONairtel 7/31/81.

Enclosed for FBIHQ is one copy of a letter dated
 10/20/81, received by [redacted]
 [redacted] re captioned.

As seen from review of enclosure, Legat is being
 asked the present position with regard to this matter.

Please advise what response FBIHQ wishes Legat to
 make to [redacted] request.

2 - Bureau (Enc. - 1)
 1 - Hong Kong
 REG:eim
 (3)

AIRTEL

ALL INFORMATION CONTAINED
 HEREIN IS UNCLASSIFIED 308,506
 DATE 2/16/96 BY SP5C110MS

163-1562-45
19
NOV 5 1981

Approved: _____

Transmitted _____

(Number)

(Time)

Per _____

DEC 10 1981

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163-45612

ENCLOSURE

4/5

194

~~SECRET~~

11/17/81

UNCLAS E F T O

PRIORITY

FM DIRECTOR FBI {163-45612}

TO LEGAL ATTACHE HONG KONG {55-4} PRIORITY 1

LEGAL ATTACHE MANILA {163-357} PRIORITY 1

14 BT

UNCLAS E F T O

12 NUGAN HAND BANK {NHB}, FPC.

REHONAIRTEL, JULY 31, 1981.

FOR LEGAT, MANILA, INFORMATION, RE AIRTEL CONTAINED REQUEST

OF [REDACTED]

[REDACTED]

[REDACTED] TO RENDER

6 WHATEVER ASSISTANCE POSSIBLE BY THE FBI TO [REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

1 - [REDACTED]
1 - [REDACTED]

CWH:JST-131 11/17/81 4634 5 NOV 19 1981

{SEE NOTE, PAGE 4}

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ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,506
DATE 3/5/90 BY SP5C110ms

~~SECRET~~

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS CENTER

0402-252

NOV 18 1981

60 DEC 14 1981

ALL INFORMATION CONTAINED
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NOT RELEASED WITHOUT COMMUNICATIONS STAMP

2/16/90
Classified by SP5C110ms
Declassify on: OADR 308,506

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PAGE TWO DE HQ 0194 UNCLAS E F T O

~~SECRET~~[REDACTED]
CONCERNING NHB AND THE FBI, [REDACTED]
[REDACTED]

ACCORDINGLY, IN RESPONSE TO [REDACTED] REQUEST, THIS MATTER
HAS BEEN REVIEWED AT FBIHQ, AND IT IS A MATTER OF FACT THAT THE
FBI IS NOT, AND HAS NOT, INVESTIGATED NHB AND ITS ACTIVITIES AS

~~SECRET~~

3

PAGE THREE DE HQ 0194 UNCLAS E F T O

~~SECRET~~

A SUBSTANTIVE VIOLATION. HOWEVER, AS LEGATS HONG KONG AND
MANILA ARE AWARE, [REDACTED]

FINALLY, IF CONTACTS OF LEGATS HONG KONG AND MANILA HAVE
SPECIFIC LEADS TO BE COVERED IN THE U. S. BY THE FBI REGARDING
NHB'S ACTIVITIES, THEY CAN BE HANDLED UNDER FPC.

BT

|

~~SECRET~~

~~SECRET~~

BUTEL TO LEGATS HONG KONG AND MANILA
RE: NUGAN HAND BANK (NHB)
FPC

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NOTE:

THE NHB IS ONE OF A NUMBER OF FINANCIAL INSTITUTIONS USING VARIATIONS OF THE NUGAN HAND NAME (FRANK NUGAN - AUSTRALIAN CITIZEN; [REDACTED] THE NUGAN HAND ENTERPRISES HAVE HIRED PROMINENT PEOPLE, INCLUDING [REDACTED] [REDACTED] AS REPRESENTATIVES IN THE UNITED STATES, AND ACQUIRED OLD, WELL-KNOWN, EUROPEAN BANKING INSTITUTIONS.

FOR YEARS THERE HAVE BEEN NUMEROUS ALLEGATIONS THAT THE NUGAN HAND ENTERPRISES, WHICH ARE WORLDWIDE, HAVE BEEN CON-
DUITS FOR WASHING MONEY FOR AUSTRALIAN, AND PERHAPS AMERICAN,
ORGANIZED CRIME ELEMENTS, AS WELL AS CORRUPT SOUTHEAST ASIAN
GOVERNMENT OFFICIALS AND INDIVIDUALS INVOLVED IN NARCOTICS
TRAFFICKING. THEY WERE ALSO ALLEGED TO BE INVOLVED IN THE
HANDLING OF U. S. COUNTERFEIT CURRENCY. NONE OF THESE ALLEGATIONS
HAVE EVER BEEN PROVEN, ALTHOUGH FRANK NUGAN WAS UNDER INVESTIGA-
TION BY SEVERAL LAW ENFORCEMENT AGENCIES IN AUSTRALIA. HE WAS
FOUND DEAD, APPARENTLY OF A SELF-INFLICTED GUNSHOT WOUND, IN
AUSTRALIA IN JANUARY, 1980. [REDACTED] WHEREABOUTS ARE
UNKNOWN.

THE NHB, HONG KONG, HAS RECENTLY FAILED. INITIAL
ESTIMATES OF LOSS TO DEPOSITORS IS HONG KONG \$21 MILLION
{U.S. \$4 MILLION}. [REDACTED]
[REDACTED]

THIS MATTER WAS COORDINATED WITH JAMES K. HALL, SECTION
CHIEF, FOIA, RECORDS MANAGEMENT DIVISION, AND [REDACTED]
WHITE COLLAR CRIMES, CRIMINAL INVESTIGATIVE DIVISION.

W4

~~SECRET~~

11/17/81

UNCLAS E F T O

PRIORITY

EM DIRECTOR FBI (163-45612)

TO LEGAL ATTACHE HONG KONG (55-4) PRIORITY

LEGAL ATTACHE MANILA (163-357) PRIORITY

BT

UNCLAS E F T O

MUGAN HAND BANK (NHB), FPC.

REHONAIRTEL, JULY 31, 1981.

FOR LEGAT, MANILA, INFORMATION, RE AIRTEL CONTAINED REQUEST

OF

TO RENDER

WHATEVER ASSISTANCE POSSIBLE BY THE FBI TO

CWH:JST (3)

11/17/81

4634

5 NOV 19 1981

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(SEE NOTE, PAGE 4)

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,561
DATE 3/5/90 BY SP5CJ/oms

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED EXCEPT
WHERE SHOWN OTHERWISE.

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS CENTER

04022 JK

NOV 18 1981

60 DEC 14 1981

2/16/90
Classified by SP5CJ/oms
Declassify on: OADR 308,561

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

2
PAGE TWO DE HQ 0194 UNCLAS E F T O

[REDACTED]
[REDACTED]
CONCERNING NHB AND THE FBI,

ACCORDINGLY, IN RESPONSE TO [REDACTED] REQUEST, THIS MATTER
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FBI IS NOT, AND HAS NOT, INVESTIGATED NHB AND ITS ACTIVITIES AS

~~SECRET~~

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PAGE THREE DE HQ 0194 UNCLAS E F T O
A SUBSTANTIVE VIOLATION. HOWEVER, AS LEGATS HONG KONG AND
MANILA ARE AWARE, [REDACTED]

FINALLY, IF CONTACTS OF LEGATS HONG KONG AND MANILA HAVE
SPECIFIC LEADS TO BE COVERED IN THE U. S. BY THE FBI REGARDING
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BT

1

~~SECRET~~

BUTEL TO LEGATS HONG KONG AND MANILA
RE: NUGAN HAND BANK (NHB)
FPC

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~~SECRET~~

NOTE:

THE NHB IS ONE OF A NUMBER OF FINANCIAL INSTITUTIONS USING VARIATIONS OF THE NUGAN HAND NAME (FRANK NUGAN - AUSTRALIAN CITIZEN; [REDACTED] THE NUGAN HAND ENTERPRISES HAVE HIRED PROMINENT PEOPLE, INCLUDING [REDACTED] AS REPRESENTATIVES IN THE UNITED STATES, AND ACQUIRED OLD, WELL-KNOWN, EUROPEAN BANKING INSTITUTIONS.

FOR YEARS THERE HAVE BEEN NUMEROUS ALLEGATIONS THAT THE NUGAN HAND ENTERPRISES, WHICH ARE WORLDWIDE, HAVE BEEN CONDUITS FOR WASHING MONEY FOR AUSTRALIAN, AND PERHAPS AMERICAN, ORGANIZED CRIME ELEMENTS, AS WELL AS CORRUPT SOUTHEAST ASIAN GOVERNMENT OFFICIALS AND INDIVIDUALS INVOLVED IN NARCOTICS TRAFFICKING. THEY WERE ALSO ALLEGED TO BE INVOLVED IN THE HANDLING OF U. S. COUNTERFEIT CURRENCY. NONE OF THESE ALLEGATIONS HAVE EVER BEEN PROVEN, ALTHOUGH FRANK NUGAN WAS UNDER INVESTIGATION BY SEVERAL LAW ENFORCEMENT AGENCIES IN AUSTRALIA. HE WAS FOUND DEAD, APPARENTLY OF A SELF-INFLICTED GUNSHOT WOUND, IN AUSTRALIA IN JANUARY, 1980. [REDACTED] WHEREABOUTS ARE UNKNOWN.

THE NHB, HONG KONG, HAS RECENTLY FAILED. INITIAL ESTIMATES OF LOSS TO DEPOSITORS IS HONG KONG \$21 MILLION (U.S. \$4 MILLION). [REDACTED]

THIS MATTER WAS COORDINATED WITH JAMES K. HALL, SECTION CHIEF, FOIA, RECORDS MANAGEMENT DIVISION, AND [REDACTED] WHITE COLLAR CRIMES, CRIMINAL INVESTIGATIVE DIVISION.

WHA

~~SECRET~~

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RECEIVED
TELETYPE UNIT

PAGE 01

STATE 341264

28 DEC 81 02 16z

ORIGIN EA-12

FEDERAL BUREAU
OF INVESTIGATION

FEDERAL GOVERNMENT

INFO OCT-00

ADS-00

L-03

TRSE-00

CDC-01

FBIE-00

/016

DRAFTED BY EA/ANZ:RZORN:RLW

APPROVED BY EA/ANZ:FCBENNETT, JR.

L/EA:TFORTUNE (SUBS.)

TRSE/OIBPI:JLISTER

FBI:JMWALSER

A/CDC/MR:HSPIELMAN

NOV 11 1981 347421 290209Z /73

P R 282218Z DEC 81

FM SECSTATE WASHDC

TO AMCONSUL SYDNEY PRIORITY

INFO AMEMBASSY CANBERRA

AMEMBASSY MANILA

AMCONSUL HONG KONG

Exec. AD-Adm.	_____
Exec. AD-Inv.	_____
Exec. AD-LES	_____
Asst. Dir.:	
Adm. Servs.	_____
Crim. Inv.	_____
Ident.	_____
Inspection	_____
Intell.	_____
Laboratory	_____
Legal Coun.	_____
Rec. Mgnt.	_____
Tech. Servs.	_____
Training	_____
Off. of Cong. & Public Affs.	_____
Telephone Rm.	_____
Director's Sec'y	_____

LIMITED OFFICIAL USE STATE 341264

NOV 11 1981

E.O. 12065: N/A

3/Advin

TAGS: PEPR, ELW, AS

SUBJECT: RESPONSE TO REQUEST FOR FINANCIAL INFORMATION
ON NUGAN HAND

REF: A) SYDNEY 1188, B) STATE 303165, C) STATE 327720

1. POST MAY PASS THE FOLLOWING INFORMATION TO

[REDACTED]

2. DEPARTMENT IS POUCHING TO CONGEN SYDNEY (FOR

b6
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[REDACTED] ATTENTION) DOCUMENTS ON NUGAN HAND INC.

RELEASED UNDER THE FREEDOM OF INFORMATION ACT BY THE FBI
FOR TRANSMISSION TO [REDACTED] FBI HAS CONDUCTED

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02

STATE 341264

NO/NO INVESTIGATION REGARDING NUGAN HAND FOR A VIOLATION
OF US STATUTES OVER WHICH THE FBI HAS ENFORCEMENT
JURISDICTION. NOR/NOR HAS THE FBI INTERVIEWED A

[REDACTED] IN CONNECTION WITH NUGAN HAND. ON OCCASION,

[REDACTED]

b6
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3. TREASURY DEPARTMENT (OFFICE OF INTERNATIONAL
BANKING AND PORTFOLIO INVESTMENT) HAS SOME CORRESPONDENCE
RELATING TO NUGAN HAND BANK, BUT THIS MATERIAL IS
UNLIKELY TO PROVIDE ANY ASSISTANCE IN LOCATING ASSETS.
IT CONSISTS OF:

A) LETTERS FROM A US CITIZEN REGISTERING A REPRESENTATIVE OFFICE OF NUGAN HAND IN THE UNITED STATES AND SUBSEQUENTLY ADVISING OF CLOSURE OF THAT OFFICE. (REP OFFICES BASICALLY PERFORM LIAISON FUNCTIONS IN CONTRAST TO BRANCHES AND AGENCIES WHICH CARRY OUT MOST TYPES OF BANKING TRANSACTIONS; NUGAN HAND HAS NOT HAD BRANCH OR AGENCY OFFICES IN THE US. REGISTRATION LETTERS ESSENTIALLY PROVIDE ONLY NAMES AND ADDRESSES.) COPIES OF THESE LETTERS AND OF THE UNDERLYING REGULATIONS ARE BEING POUCHED.

B) A LETTER RECEIVED FROM A US CITIZEN, ON BEHALF OF HIMSELF AND OTHERS WHO HAD SUFFERED LOSSES IN TRANSACTIONS

LIMITED OFFICIAL USE

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PAGE 03

STATE 341264

ABROAD WITH NUGAN HAND, AND THE TREASURY RESPONSE.

COPIES BEING POUCHED.

WHILE THE CORRESPONDENCE DESCRIBED ABOVE HAS BEEN RELEASED IN RESPONSE TO REQUESTS UNDER THE FREEDOM OF INFORMATION ACT AND THUS CAN BE CONSIDERED TO BE IN THE PUBLIC DOMAIN, WE WOULD APPRECIATE BEING ADVISED IF ITS RELEASE BY OFFICIAL LIQUIDATOR IS CONTEMPLATED.

4. DURING THE COURSE OF OUR REVIEW OF ALL DOCUMENTS IN STATE DEPARTMENT FILES PERTAINING TO THE NUGAN HAND ENTERPRISES IN CONNECTION WITH REQUESTS UNDER OUR FREEDOM OF INFORMATION ACT, WE HAVE DISCOVERED NO MATERIAL RELEVANT TO THE REQUEST BY [REDACTED] CONCERNING THE EXISTENCE OF ANY ASSETS OF THE LIQUIDATED OR RELATED COMPANIES.

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5. THE FOREGOING INFORMATION, PARTICULARLY THAT IN PARA 2 ABOVE, IS BEING PROVIDED TO [REDACTED] ON THE UNDERSTANDING THAT IT IS SOLELY FOR HIS USE IN CARRYING OUT HIS RESPONSIBILITIES AS A COURT-APPOINTED LIQUIDATOR.

HAIG

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RECEIVED
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10 FEB 82 06 13z

FEDERAL BUREAU
OF INVESTIGATION

PAGE 01

SYDNEY 00489 092145Z

ACTION EA-12

INFO OCT-00 ADS-00 INR-10 SS-10 CIAE-00 EB-08 DODE-00
 H-01 NSC-05 NSAE-00 COME-00 HA-06 L-03 CTME-00
 TRSE-00 PM-09 PA-02 OMB-01 INM-06 ICAE-00 DEAE-00
 FBIE-00 SP-02 SPRS-02 /077 W

-----224275 100559Z /12

R 090529Z FEB 82

FM AMCONSUL SYDNEY

FEDERAL GOVERNMENT

TO SECSTATE WASHDC 4672

INFO AMEMBASSY CANBERRA

UNCLAS SYDNEY 0489

E.O. 12065: NA

TAGS: SOPN, PEPR, EINV, AS

SUBJ: SYDNEY MORNING HERALD REVIEWS STATUS OF NUGAN HAND CASE

1. SUMMARY: A SYDNEY MORNING HERALD ARTICLE, FEB 8,
 CREDITED TO HERALD CORESPONDENTS IN NEW YORK AND SYDNEY, FEB 11 1982
 REVIEWED THE STATUS OF NUGAN HAND INQUIRIES. IT REPEATS
 ALLEGATIONS OF CIA INVOLVEMENT AND LINKAGES TO DOPE RUNNING.
 REFERRING TO THE INQUIRY NOW BEING MADE BY THE AUSTRALIAN
 LIQUIDATOR, THE HERALD STATES THAT THE AUSTRALIANS AND US
 GOVERNMENTS ARE COOPERATING "TO SOME EXTENT". END SUMMARY

Exec. AD-Adm.	
Exec. AD-Inv.	
Exec. AD-LES	
Asst. Dir.:	
Adm. Servs.	
Crim. Inv.	
Ident.	
Inspection	
Intell.	
Laboratory	
Legal Coun.	
Rec. Mgnt.	
Tech. Servs.	
Training	
Off. of Cong. & Public Affs.	
Telephone Rm.	
Director's Sec'y	

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P-79

DE-2A

163-45615-48

5-3
8-1

CE

2. THE RELISTING OF NUGAN HAND BANK IN GRAND CAYMAN
DURING THE FIRST WEEK OF FEBRUARY, THE HERALD SAID, HAS
RAISED NEW HOPES IN ATTEMPTS TO UNRAVEL THE ACTIVITIES
OF THE NUGAN HAND GROUP. THE BANK HAD BEEN DROPPED FROM
THE CAYMAN ISLANDS REGISTERED OF COMPANIES ON SEPTEMBER 4,
1981, AND THUS FORMALLY CEASED TO EXIST. THE ARTICLE
STATED THAT LIQUIDATION OF THE BANK WILL NOW BE CARRIED
OUT BY THE LIQUIDATOR OF THE NUGAN HAND OPERATION IN HONG
KONG, MR. ROBIN ~~HEARDER~~, A HONG KONG PUBLIC SERVANT. HE
WILL BE ASSISTED BY A CAYMAN ISLANDS ACCOUNTANT.

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3. THE HERALD ARTICLE STATES THAT THE OPENING OF THE NUGAN HAND BANK IN THE CAYMANS AND THE CLOSURE, ABOUT THAT TIME, OF A BANK THERE THOUGHT TO BE "OPERATED AS A FRONT FOR THE UNITED STATES CENTRAL INTELLIGENCE AGENCY MAY POSSIBLY BE MORE THAN COINCIDENTAL". IT CONTINUES THAT, "THE CIA BANK HAD BEEN CLOSED FOLLOWING EMBARRASSING DISCLOSURES AT THAT TIME, CONCERNING CERTAIN OTHER CIA FRONTS FOR ITS CLandestine OPERATIONS." THE ARTICLE ALSO REFERS TO ALLEGATIONS THAT A FORMER AMERICAN PARTNER IN THE GROUP, MICHAEL JON HAND, HAD BEEN ASSOCIATED WITH THE CIA, SERVING AS A "PAYMASTER". IT STATES THAT HAND *Canada* DEPARTED AUSTRALIA ON A FORGED PASSPORT, WEARING A FALSE MUSTACHE AND GOATEE, ENTERED THE US VIA VANCOUVER, AND IS NOW BELIEVED TO BE RESIDING IN THE US UNDER AN ASSUMED NAME.

4. THE ARTICLE STATES THAT "DESPITE HAND'S CENTRAL POSITION IN THE NUGAN HAND GROUP, NOW BELIEVED TO HAVE HAD CONNECTIONS WITH THE MR. ASIA *1976* HEROIN AND MURDER SYNDICATE AND WITH SOUTHEAST ASIA DOPE-RUNNING GENERALY, AND THE FACT OF HIS ILLEGAL DEPARTURE, AUSTRALIAN AUTHORITIES, ACCORDING TO THE US FEDERAL BUREAU OF INVESTIGATION, APPEAR TO HAVE MADE NO SERIOUS ATTEMPT TO LOCATE HIM". THE HERALD SAID IT WAS TOLD BY FBI AND DEA OFFICIALS THAT "THE FBI HAD RECEIVED NO REQUEST FROM AUSTRALIA TO LOCATE AND INTERVIEW HAND" AND THAT THE US DRUG ENFORCEMENT AGENCY HAS RECEIVED NO REQUEST TO BE ON THE LOOKOUT FOR HIM.

5. THE ARTICLE FURTHER STATES THAT THE FBI, CIA AND US
DEPARTMENTS OF CUSTOMS, TREASURY AND STATE HAVE ALL
RECEIVED LETTERS SEEKING COOPERATION FROM THE AUSTRALIAN
LIQUIDATOR OF THE NUGAN HAND GROUP, MR. JOHN O'BRIEN.
IT CONTINUES SAYING THAT, "AFTER SEVERAL MONTHS OF
PASSIVE RESISTANCE, THE AUSTRALIAN FEDERAL GOVERNMENT

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PAGE 03

SYDNEY 00489 092145Z

AND THE US CONSULATE ARE NOW, TO SOME EXTENT, COOPERATING
WITH MR. O'BRIEN'S INQUIRIES DIRECTED TO US AGENCIES."
IT ADDS THAT RESULTS THUS FAR ARE MINIMAL.

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PAGE 01

SYDNEY 00683 240542Z

RECEIVED
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ACTION EA-12

24 FEB 82 08 39Z

INFO OCT-00 ADS-00 EB-08 FBIE-00 INVESTIGATION AIM-01 /023

-----316450 240551Z /11

R 240427Z FEB 82

FM AMCONSUL SYDNEY

TO SECSTATE WASHDC 4755

FEDERAL GOVERNMENT

INFO AMEMBASSY MANILA

AMEMBASSY CANBERRA

AMCONSUL HONG KONG

UNCLAS SYDNEY 0683

MANILA FOR LEGAT

DEPT FOR EA/ANZ

HONG KONG FOR CUSTOMS

E.O. 12065: N/A

TAGS: AINF, EINV, PEP, AS, HK, US

SUBJECT: FBI REPORT ON NUGAN HAND COMPANIES

FPL

Exec. AD-Adm.	_____
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Exec. AD-LES	_____
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Telephone Rm.	_____
Director's Sec'y	_____

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163-45612

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1000P/84
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 FPC matter
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 [Signature]

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PAGE 01 SYDNEY 00544 120154Z

ACTION EA-12

FEDERAL GOVERNMENT

INFO OCT-00 ADS-00 INR-10 OCTAE-00 FEB-08 NSAE-00 SY-05
INRE-00 FBIE-00 SP-02 FAIM-01 1038 W

-----320241 120211Z/61

P 120120Z FEB 82

FM AMCONSUL SYDNEY

TO AMEMBASSY MANILA PRIORITY

INFO SECSTATE WASHDC PRIORITY 4693

AMEMBASSY CANBERRA

AMCONSUL HONG KONG

UNCLAS SYDNEY 0544

Exec. AD-Adm.	_____
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Off. of Cong. & Public Affairs	_____

DE-24

MANILA FOR LEGAT; DEPT FOR EA/ANZ; HONG KONG FOR CUSTOMS

E.O. 12065: NA

TAGS: WINT EINV PEPR AS HK US

SUBJ: FBI REPORT ON MUGAN HAND COMPANIES

18 FEB 18 1982

Mugan Hand Bank

163-45612

1. FOLLOWING IS TEXT OF LETTER SENT 2/12/82 FROM [REDACTED] S
OFFICE [REDACTED] TO [REDACTED] AUSTRALIAN LIQUIDATOR OF
NUGAN HAND COMPANIES:

"THANK YOU FOR YOUR LETTER OF FEBRUARY 10, 1982,
ASKING IF I COULD CONFIRM THAT A 119-PAGE FBI REPORT ON
THE NUGAN HAND COMPANIES WAS PREPARED WHOLLY [REDACTED]
[REDACTED]

"UNFORTUNATELY, I DO NOT HAVE THE ANSWERS TO THESE
QUESTIONS. I HAVE BEGUN INQUIRIES, HOWEVER, AND I WILL GET
BACK TO YOU AS SOON AS POSSIBLE."

2. WE ARE UNSURE OF WHERE [REDACTED] LEARNED
ALLEGED NUMBER OF PAGES IN REPORT, BUT KNOWLEDGE OF
EXISTENCE OF A REPORT WAS GIVEN TO HIM IN 12/31/81 LETTER
FROM THIS OFFICE WHICH WAS BASED UPON 81 STATE 341264.
AS YOU RECALL, THAT CABLE SAID [REDACTED]

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PAGE 02

SYDNEY 00544 120154Z

b7D

3. IF NO OBJECTION PERCEIVED, WE WOULD APPRECIATE
INFO THAT WILL PERMIT US TO REPLY TO TWO QUESTIONS
ASKED BY

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REF: SYDNEY 0544 .

LEGATT MANILA HAS INFORMED US THAT, BECAUSE HE WAS NOT PARTY
TO INTERAGENCY DISCUSSIONS RELATING TO RELEASE OF INFO TO
[REDACTED] AUSTRALIA LIQUIDATOR OF MUGAN HAND COMPANIES, HE
UNSURE HOW TO RESPOND TO [REDACTED] QUERIES AS GIVEN IN
REFTEL. BECAUSE OF THIS, WE WOULD BE GRATEFUL IF DEPARTMENT
WOULD ASSUME ACTION RESPONSIBILITY TO OBTAIN REPLY TO REFTEL.

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[REDACTED]

UNCLASSIFIED

Exec. AD-Adm.	
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Asst. Dir.:	
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Training	
Telephone Rm.	
Director's Sec'y	

PAGE 01

SYDNEY 00895 012000Z MAR 82

ACTION EA-12

FEDERAL BUREAU OF INVESTIGATION

INFO OCT-00 ADS-00 INR-10 SS-10 CIAE-00 NSC-01 NSA-00

PA-02 INM-06 JUSE-00 DEAE-00 FBIE-00 /041 W

-----161137 120215Z /66

P 120100Z MAR 82

FM AMCONSUL SYDNEY

TO SECSTATE WASHDC PRIORITY 4842

INFO AMEMBASSY BANGKOK

AMEMBASSY CANBERRA

AMEMBASSY MANILA

UNCLAS SYDNEY 0895

BANGKOK FOR DEA; MANILA FOR LEGAT

E.O. 12065: NA

TAGS: EINW PGOV PINT SNAR

SUBJ: NUGAN HAND ALLEGATION AGAINST GOA DEPUTY PRIMIN

Companies

1. SYDNEY PRESS MAR 12 GAVE EXTENSIVE COVERAGE TO ALLEGATION MADE PREVIOUS DAY IN FEDERAL PARLIAMENT IN CANBERRA BY OPPOSITION LEADER BILL HAYDEN THAT DEPUTY PRIMIN DOUG

ANTHONY WAS INVOLVED IN SUPPRESSING A NARCOTICS BUREAU INVESTIGATION OF NUGAN HAND BANK. WHEN ANTHONY ISSUED DENIAL, HAYDEN

WITHDREW ALLEGATION BUT STATED THAT MERE DENIAL DID NOT DISPOSE ALTOGETHER OF MATTER. HAYDEN ALSO REVEALED THAT AUST SECURITY

INTELLIGENCE ORGANIZATION HAD BEEN ANGERED BY AND HAD REFUSED TO ANSWER QUERIES HE HAD MADE ON WHETHER CIA HAD INVESTIGATED NUGAN HAND.

SPD
McMurray
6-7-82
Auth. [Signature]
2-1-82
3018

TC DTD
Australia

163-45612-51

3 MAR 10 1982

2. GOVERNMENT TEMPORARILY GAGGED DEBATE ON SUBJECT WHILE
CABINET (ACCORDING TO ONE REPORT IN "THE AUSTRALIAN") ORDERED A
HASTY INVESTIGATION OF ALL FILES ON THE NUGAN HAND AFFAIR.
MINISTER KEVIN NEWMAN (IN CHARGE OF NARCOTICS BUREAU),
MEANWHILE, TABLED CORRESPONDENCE BETWEEN COMMONWEALTH AND NSW
GOVTS TO PROVE THAT GOA WANTED INVOLVEMENT OF KNOWN CRIMINALS IN

UNCLASSIFIED

PAGE 02 SYDNEY 00895 120209Z

NARCOTICS AND RELATED CRIME "FULLY INVESTIGATED". HE ALSO CONFIRMED THAT AUST POLICE HAD ASKED FBI TO APPROACH CIA FOR INFO ON NUGAN HAND.

3. HAYDEN'S CHARGE AGAINST ANTHONY CAME FOLLOWING TV INTERVIEW OF EX-NARCOTICS BUREAU OFFICER JOE VOLKMAN WHO CLAIMED HE RESIGNED FROM BUREAU BECAUSE OF VICTIMIZATION AND VILIFICATION HE ENCOUNTERED WHEN TRYING TO PRESS INVESTIGATION INTO ALLEGED ACTIVITIES OF NUGAN HAND INVOLVING DRUG TRAFFICKING AND LAUNDERING OF MONEY. BUT VOLKMAN DENIES GIVING ANTHONY'S NAME TO HAYDEN. ACCORDING TO VOLKMAN, A FEDERAL MINISTER NOT IN CHARGE OF NARCOTICS BUREAU (AND NOT FURTHER IDENTIFIED) GAVE ORDER THAT BUREAU SHOULD CONDUCT--IN VOLKMAN'S WORDS-- "A BENIGN INQUIRY WHERE INFORMATION WAS GATHERED BUT NOTHING ACTED ON." HE SAID A "CONSPIRACY OF SILENCE" EXISTED WITH RESPECT TO NUGAN HAND AFFAIR WHICH HE CALLED AUSTRALIA'S WATERGATE.

4. SYDNEY MORNING HERALD LOCATED AND INTERVIEWED TWO FORMER COLLEAGUES OF VOLKMAN IN NARCOTICS BUREAU WHO CONFIRMED THAT THERE WERE STANDING ORDERS IN NARCOTICS BUREAU TO KEEP NUGAN HAND INQUIRY LOW KEY. ONE OF THEM CITED A 1978 MEMO FROM BRIAN BATES, THEN BUREAU DIRECTOR, THAT BUREAU FOR TIME BEING SHOULD NOT ENGAGE IN ACTIVE EXTERNAL INQUIRIES ON NUGAN HAND.

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PAGE 01

STATE 054334

ORIGIN EA-12

INFO OCT-00 ADS-00 L-03

2 MAR 82 17 42
FEDERAL BUREAU
OF INVESTIGATION
FBI-00 /018 R

Exec. AD-Adm.	_____
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Asst. Dir.:	_____
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Tech. Servs.	_____
Training	_____
Telephone Rm.	_____
Director's Sec'y	_____

DRAFTED BY EA/ANZ:RZORN:RLW

FEDERAL GOVERNMENT

APPROVED BY EA/ANZ:RZORN

FBI:JWALSER

DESIRED DISTRIBUTION

FBI WASHDC

-----146367 021729Z /51

R 021416Z MAR 82

FM SECSTATE WASHDC

TO AMCONSUL SYDNEY

AMEMBASSY MANILA

INFO AMEMBASSY CANBERRA

AMCONSUL HONG KONG

LIMITED OFFICIAL USE STATE 054334

MANILA FOR LEGATT; HONG KONG FOR CUSTOMS

E.O. 12065: N/A

TAGS: AINF, EINV, PEPR, AS, HK, US

SUBJECT: FBI REPORT ON NUGAN HAND COMPANIES

REFS: A. SYDNEY 544, B. SYDNEY 683

163-45612-52
MAR 5 1982HONG KONG
USA

FUB

SEVERAL TIMES IN EFFORT TO GET A RESPONSE TO REFS. ON
FEBRUARY 26, FBI LIAISON INFORMED US IT IS THEIR UNDER-
STANDING THAT LEGATT MANILA, WHO WILL VISIT SYDNEY AND
CANBERRA IN MID-MARCH, HAS ALREADY INFORMED THE COURT-
APPOINTED LIQUIDATOR FOR THE NUGAN HAND COMPANIES THAT E
IS WILLING TO MEET THE LIQUIDATOR TO EXPLAIN THE FBI

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02

STATE 054334

ACTIONS AND POSITION ON THIS CASE AND TO PUT THE LIQUIDATOR
IN CONTACT WITH [REDACTED]

b7D

2. FOR MANILA: WOULD APPRECIATE IT IF LEGATT WOULD
CONFIRM THE ACCURACY OF THIS UNDERSTANDING IN CABLE TO
STATE SLUGGED "FOR EA/ANZ" AND TO SYDNEY.

HAIG

FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☐ AIRTEL

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

Date 2/22/82

TO: DIRECTOR, FBI (163-45612)
 ATTN: INTD, LIAISON UNIT

FROM: LEGAT, HONG KONG (55-4) (P)

SUBJECT: NUGAN HAND BANK
 FPC

b6
 b7C
 b7D

ReButel 11/17/82.

Enclosed for information of recipients is letter dated 2/19/82, received from [redacted] which advises of the travel to New York and Miami of the Official Receiver in re captioned matter, [redacted]

As seen [redacted] has requested the FBI Miami Office be apprised of his travel to that area during the period 2/28-3/4/82.

4 - Bureau (Encs. - 2)
 (1 - Liaison Unit, INTD)
 (1 - Miami, 163-2191, Info.)
 1 - Hong Kong
 REG:eim
 (5)

AIRTEL

0-7 to mm
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 2/13/82 ym

Tony Amoroso
 FBI MM Admin
 3/2/82 CWF
 Wayne Calhoun
 FBI NY Admin
 2/23/82

12 MAR 6 1982

FILE/CWF

Approved: _____

Transmitted _____

(Number)

(Time)

Per _____

ALL INFORMATION CONTAINED
 HEREIN IS UNCLASSIFIED 308.506
 DATE 2/16/90 BY SP5C/Loms

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163-45612-53

AIRTEL

2/22/82

TO: DIRECTOR, FBI (163-45612)
ATTN: INTD, LIAISON UNIT

FROM: LEGAT, HONG KONG (55-4) (P)

SUBJECT: NUGAN HAND BANK
FPC

ReButel 11/17/82.

Enclosed for information of recipients is letter dated 2/19/82. received from [redacted] which advises of the travel to New York and Miami of the Official Receiver in re captioned matter, [redacted]

b6
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b7D

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4 - Bureau (Encs. - 2)
(1 - Liaison Unit, INTD)
(1 - Miami, 163-2191, Info.)
1 - Hong Kong
RIG:eim
(5)

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,506
DATE 2/16/96 BY SP5Cilams

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PAGE 01

SYDNEY

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ACTION EA-12

5 MAR 82 0243Z

FEDERAL GOVERNMENT

INFO OCT-00

ADS-00

FEDERAL BUREAU
OF INVESTIGATION
EB-08 L-03

FBIE-00 /023 W

-----274006 050216Z /63

R 050035Z MAR 82

FM AMCONSUL SYDNEY

TO AMEMBASSY MANILA

INFO SECSTATE WASHDC 4803

AMEMBASSY CANBERRA

AMCONSUL HONG KONG

Exec. AD-Inv.	
Exec. AD-LES	
Asst. Dir.:	
Adm. Servs.	
Crim. Inv.	
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Laboratory	
Legal Coun.	
Off. of Cong. & Public Affs.	
Rec. Mgmt.	
Tech. Servs.	
Training	
Telephone Rm.	

LIMITED OFFICIAL USE SYDNEY 0796

MANILA FOR LEGAT; DEPT FOR EA/ANZ; HONG KONG FOR CUSTOMS

E.O. 12065: NA

TAGS: AFIN EINV PEPR AS HK US

SUBJ: FBI REPORT ON NUGAN HAND COMPANIES

REF MANILA 05631

HAVE ARRANGED APPOINTMENT WITH LIQUIDATOR

FOR 10 AM ON FRI, MAR 19, AT OFFICES OF

SYDNEY. IF DATE OR TIME INCONVENIENT,

STANDS READY TO ALTER EITHER.

MAR 8 1982

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TO: SAC:

<input type="checkbox"/> Albany	<input type="checkbox"/> Houston
<input type="checkbox"/> Albuquerque	<input type="checkbox"/> Indianapolis
<input type="checkbox"/> Alexandria	<input type="checkbox"/> Jackson
<input type="checkbox"/> Anchorage	<input type="checkbox"/> Jacksonville
<input type="checkbox"/> Atlanta	<input type="checkbox"/> Kansas City
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<input type="checkbox"/> Charlotte	<input type="checkbox"/> Memphis
<input type="checkbox"/> Chicago	<input checked="" type="checkbox"/> Miami
<input type="checkbox"/> Cincinnati	<input type="checkbox"/> Milwaukee
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<input type="checkbox"/> Columbia	<input type="checkbox"/> Mobile
<input type="checkbox"/> Dallas	<input type="checkbox"/> Newark
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<input type="checkbox"/> El Paso	<input checked="" type="checkbox"/> New York City
<input type="checkbox"/> Honolulu	<input type="checkbox"/> Norfolk
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<input type="checkbox"/> SAC, Brooklyn-Queens (MRA)	

TO: LEGAT:

<input type="checkbox"/> Oklahoma City	<input type="checkbox"/> Bern
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<input type="checkbox"/> Springfield	
<input type="checkbox"/> Tampa	
<input type="checkbox"/> Washington Field	
<input type="checkbox"/> Quantico	

3/3/82

(Date)

RE: NUGAN HAND BANK
FPC

Re attached Hong Kong airtel to Director
2/22/82. (HONfile 55-4)

☐ For information Retention For appropriate
☐ optional ☒ action ☐ Surep, by _____

☐ The enclosed is for your information. If used in a future report, ☐ conceal all sources, ☐ paraphrase contents.

☐ Enclosed are corrected pages from report of SA _____ dated _____.

Remarks: Re FBIHQ Supervisor [redacted] tele-
phone call to SA [redacted], Miami, 3/2/82, and
SA [redacted] New York, 3/3/82.

Any inquiries received from [redacted]
regarding this matter should be directed to FBIHQ,
Attention: Liaison Unit, Intelligence Division.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,506
DATE 2/16/90 BY SP5C110MS

Enc. 2
Bufile 163-45612
Urfile MM 163-2191

1 - Liaison Unit

CWH:jst (4) *per*

FBI/DOJ

FILE
5/10/84

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PAGE 01

MANILA 05631 040638Z

RECEIVED
TELETYPE UNIT

4 MAR 82 08 57Z

ACTION EA-12

FEDERAL BUREAU
OF INVESTIGATION

FEDERAL GOVERNMENT

INFO OCT-00 ADS-00 EB-08 L-03 FBIE-00 /023 W

-----235310 040645Z /12

R 040630Z MAR 82

FM AMEMBASSY MANILA

TO SECSTATE WASHDC 1067

INFO AMEMBASSY CANBERRA

AMCONSUL SYDNEY

AMCONSUL HONG KONG

Exec. AD-Adm.	_____
Exec. AD-Inv.	_____
Exec. AD-LES	_____
Asst. Dir.:	_____
Adm. Servs.	_____
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Tech. Servs.	_____
Training	_____
Off. of Liaison & Int. Affs.	_____

LIMITED OFFICIAL USE MANILA 05631

HONG KONG FOR CUSTOMS

E.O. 12065: N/A

TAGS: AINF, EINV, PEPR, AS, HK, US

SUBJECT: FBI REPORT ON NUGAN HAND COMPANIES

REF: STATE 54334

163-45612-55

1. LEGAT HAS ADVISED

MAR 9 1982

[REDACTED] THAT HE IS WILLING TO MEET WITH COURT-
APPOINTED LIQUIDATOR. LEGAT HAS NOT HAD CONTACT WITH
LIQUIDATOR AND DESIRES THAT [REDACTED] RELATIVE TO TIME
FRAME OF PENDING VISIT, MAKE APPROPRIATE APPOINTMENT.

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b7C
b7D

LIMITED OFFICIAL USE

FB 061

RECEIVED
TELETYPE UNIT

PAGE 01

SYDNEY 01095

290407Z

29 MAR 82 U 4

ACTION EA-12

FEDERAL BUREAU
OF INVESTIGATION

INFO OCT-00 ADS-00 SY-05

L-03

CTME-00

TRSE-00

SYE-00

FBIE-00 /020 W

FEDERAL GOVERNMENT

020277 290411Z /72

P 290243Z MAR 82

FM AMCONSUL SYDNEY

TO SECSTATE WASHDC PRIORITY 4930

INFO AMEMBASSY CANBERRA

AMCONSUL HONG KONG

AMEMBASSY MANILA

LIMITED OFFICIAL USE SYDNEY 1095

HONG KONG FOR CUSTOMS; MANILA FOR LEGAT

E.O. 12065: NA

TAGS: AINF, EINV, PEPR AS, HK US

SUBJ: FBI MEETING WITH NUGAN HAND LIQUIDATOR

REF MANILA 5631

Bank, FPC

Exec. AD Adm.	
Exec. AD Inv.	
Exec. AD LES	
Asst. Dir.:	
Adm. Servs.	
Crim. Inv.	
Ident.	
Inspection	
Intell.	
Laboratory	
Legal Coun.	
Off. of Cong. & Public Affs.	
Rec. Mgmt.	
Tech. Servs.	
Training	
Telephone Rm.	
Director's Sec'y	

S-Waldman

01/11/82
E. J. (Info)

11/11/82
Believe
FPC

163-45612-56

12 APR 1 1982

163-45612

1. LEGAT MANILA AND FUTURE LEGAT CANBERRA MET IN SYDNEY
ON MAR. 22 WITH NUGAN HAND LIQUIDATOR [REDACTED] AND REPRESENTATIVE OF NSW CORPORATE AFFAIRS COMMISSION TO DISCUSS ALLEGED 119-PAGE FBI REPORT ON N-H. LEGATS INFORMED THIS OFFICE THAT THEY BELIEVE THEY CONVINCED [REDACTED] THAT MASS OF HEAVILY-CENSORED FBI DOCUMENTS IN HIS POSSESSION REPRESENT NOT A COMPREHENSIVE REPORT ON H-H BUT RATHER AN ACCUMULATION OF MESSAGES RELATING TO RATHER PERIPHERAL MATTERS (E.G., NAMECHECKS AND INTERNAL ADMINISTRATIVE DOCUMENTATION), MUCH OF WHICH PROBABLY WOULD BE OF NO CONTINUING INTEREST TO ANYONE.

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2. [REDACTED] AND CORPORATE AFFAIRS REPRESENTATIVE
ASKED FEW QUESTIONS AND SEEMED QUITE WILLING TO ACCEPT

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

LEGAT MANILA'S EXPLANATIONS. LESS WILLING WAS A REPRESENTATIVE OF THE TASK FORCE INVESTIGATING N-H WHO, WITHOUT FORKNOWLEDGE OF EITHER THE LEGATS OR THIS OFFICE, HAD APPARENTLY ALSO BEEN INVITED TO SIT IN ON THE MEETING. HIS CONSTRIUBTION TO THE MEETING WAS A RATHER INTENSIVE CROSS-EXAMINATION.

3. DETAILS OF MEETING WERE PUBLISHED MAR 28 IN NATIONAL TIMES AND IN SYDNEY SUN-HERALD. ARTICLES ARE ESSSENTIALLY ACCURATE IN THEIR RECOUNTING OF THE MEETING, ALTHOUGH SOME SLIGHT ERRORS OF FACT AND EMPHASIS HAVE BEEN NOTED. WHAT SEEMS EVIDENT FROM THE ARTICLES IS THAT SUCH INFO AS HAS BEEN SUPPLIED BY USG IS BEING USED BY N-H INVESTIGATORS AS LEVER TO PRY ADDITIONAL INFO FROM AGENCIES OF THE GOA AND THE NSW GOVT. MUCH IS MADE IN THE ARTICLES OF DISCREPANCIES BETWEEN WHAT N-H INVESTIGATORS HAVE BEEN TOLD BY FBI AND WHAT THEY HAVE BEEN TOLD BY COMMONWEALTH AND NSW POLICE AUTHORITIES. LOCAL POLICE, APPARENTLY, ARE STONEWALLING INVESTIGATORS BY DENYING THAT THEY HOLD FBI REPORTS WHICH LEGATS SAY THEY MUST HAVE.

4. IT IS MATTER OF REGRET THAT N-H INVESTIGATORS CHOOSE TO DO THEIR WHIPSAWING IN THE PUBLIC PRESS, USING DIRECT QUOTATIONS FROM CORRESPONDENCE ORIGINATING IN THIS OFFICE AS WELL AS THE STATEMENTS OF THE LEGATS. ALTHOUGH ALL OF THIS WAS UNCLASSIFIED, WE CONSIDERED IT "PRIVILEGED". THUS WE SHALL VERY LIKELY TREAT FUTURE REQUESTS FOR ASSISTANCE FROM [REDACTED] AND OTHER N-H INVESTIGATORS WITH CONSIDERABLY MORE CIRCUMSPECTION THAT THOSE

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RECEIVED IN THE ST.

DEPT (EA/ANZ)

FBR 481

PAGE 01

SYDNEY 01160 010637Z

ACTION EA-12

1 APR 82 06 45

FEDERAL BUREAU
OF INVESTIGATION

FEDERAL GOVERNMENT

INFO OCT-00 ADS-00 INR-10 CIAE-00 EB-08 NSAE-00 COME-00

SY-05 L-03 CTME-00 PA-02 FBIE-00 /040 W

-----163375 010642Z /15

P R 010455Z APR 82

FM AMCONSUL SYDNEY

TO SECSTATE WASHDC PRIORITY 4960

INFO AMEMBASSY CANBERRA

AM CONSIL HONG KONG

AMEMBASSY MANILA

UNCLAS SYDNEY 1160

HONG KONG FOR CUSTOMS

MANILA FOR LEGAT

E.O. 12065: N/A

TAGS: AING EINV PEPR AS HK US

SUBJECT: NUGAN HAND LIQUIDATOR TIPPED TO SUE

BANK, FPL

REF: SYDNEY 1095

163-45612

Exec. AD-Adm. _____
Exec. AD-Inv. _____
Exec. AD-LES _____
Asst. Dir.:
 Adm. Servs. _____
 Crim. Inv. _____
 Ident. _____
 Inspection _____
 Intell. _____
 Laboratory _____
 Legal Coun. _____
 Off. of Cong.
 & Public Affs. _____
 Rec. Mgnt. _____
 Tech. Servs. _____
 Training _____
Telephone Rm. _____
Director's Sec'y _____

info { O'Brien
Duffy

5. Walden

E. S. W. 1-4

~~H.R. 1089~~

RM 6950

163-45612-57

9 AUG 2 1962

1. APRIL 1 ISSUE OF "THE AUSTRALIAN", NATIONAL DAILY PAPER,
STATES THAT NUGAN HAND LIQUIDATOR [REDACTED] IS EXPECTED
TO REVEAL PLANS TO SUE MORE THAN 60 COMPANIES AND INDIVIDUALS
FOLLOWING A REPORT HE PLANS TO MAKE TO N-H CREDITORS
WHICH WILL BE DISTRIBUTED NEXT WEEK. [REDACTED] HIMSELF IS
REFUSING TO DISCUSS MATTER PENDING DISTRIBUTION OF THE
REPORT. HE WILL HOLD A CREDITORS' MEETING IN SYDNEY ON
APRIL 16.

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b7c

2. ARTICLE CHARACTERIZES USG POLICY AS ONE OF
NON-COOPERATION IN ATTEMPTS MADE TO INVESTIGATE
ALLEGED LINK BETWEEN N-H AND CIA. IT STATES
[REDACTED] PLANNING TO INTERVIEW FORMER CIA DIRECTOR

UNCLASSIFIED

UNCLASSIFIED

PAGE 02

SYDNEY 01160 010637Z

WILLIAM COLBY WHO HAS HIMSELF LODGED A CREDITOR'S
CLAIM AGAINST N-H FOR NONPAYMENT FOR SERVICES RENDERED.



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CLASSIFIED

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PAGE 01

SYDNEY 01718

110423Z

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TELETYPE UNIT

ACTION EA-12

11 MAY 82 04 52

FEDERAL BUREAU
OF INVESTIGATION

INFO OCT-00 ADS-00 INR-10 CIAE-00 IN-08 DODE-00 NSAE-00
 COME-00 TRSE-00 PA-02 INM-06 ICAE-00 JUSE-00 DEAE-00
 FBIE-00 SP-02 SPRS-02 /042 W

-----127250 110450Z /10

P 110406Z MAY 82

FM AMCONSUL SYDNEY

FEDERAL GOVERNMENT

TO SECSTATE WASHDC PRIORITY 5185

INFO AMEMBASSY BANGKOK

AMEMBASSY CANBERRA

AMCONSUL HONG KONG

AMEMBASSY MANILA

UNCLAS SYDNEY 1718

BANGKOK FOR DEA; HONG KONG FOR CUSTOMS; MANILA FOR LEGAT

E.O. -2065: NA

TAGS: AINF, EINV PEPR PINR SNAR AS HK US

SUBJ: NSW PREMIER SEEKS WIDENED NUGAN-HAND INVESTIGATION

REF CANBERRA 03791

Exec. AD-Adm.	_____
Exec. AD-Inv.	_____
Exec. AD-LES	_____
Asst. Dir.:	_____
Adm. Servs.	_____
Crim. Inv.	_____
Ident.	_____
Inspection	_____
Intell.	_____
Laboratory	_____
Legal Coun.	_____
Off. of Cong. & Public Affs.	_____
Rec. Mgmt.	_____
Tech. Servs.	_____
Training	_____
Telephone Rm.	_____
Director's Sec'y	_____

McGarry
 Pops
 DAB/S

12 MAY 18 1982

58

17

cc J+D
 cc/cio Rm 3018
 8

↑
 this was a major
 WCC case
 P

SYDNEY DAILY TELEGRAPH 5/11/82 REPORTS THAT NSW PREMIER
NEVILLE WRAN AGREED MAY 10 TO REQUEST BY PRIMIN FRASER THAT
JOINT FEDERAL-STATE ROYAL COMMISSION INTO DRUGS (STEWART
COMMISSION) HAVE TERMS OF REFERENCE WIDENED TO INCLUDE
ACTIVITIES OF FORMER NUGAN HAND BANK. LETTER TO PRIMIN IS
SAID TO URGE THAT STEWART COMMISSION NOT CONFINE ITS INVEST-
GATION OF N-H TO ALLEGATIONS THAT BANK ENGAGED IN DRUG TRAF-
FICKING, BUT ALSO LOOK INTO CLAIMS THAT IT HAD LINKS TO
FOREIGN INTELLIGENCE SERVICES, ORGANIZED CRIME FIGURES,
AND INTERNATIONAL TRADE IN ARMS. WRAN SUGGESTED
THAT EXACT TERMS OF REFERENCE BE SETTLED AT
SPECIAL MEETING OF FEDERAL AND STATE ATTORNEYS GENERAL.


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UNCLASSIFIED

LIMITED OFFICIAL USE

FB 725

PAGE 01

SYDNEY 01908 270115Z

ACTION EA-12

27 MAY 82 01 40

INFO OCT-00 ADS-00 FBIE-00 /023 W

FEDERAL BUREAU
OF INVESTIGATION

COM-00 L-03

CTME-00 TRSE-00

FBIE-00 /023 W

-----010410 270117Z /72

P 262309Z MAY 82

FEDERAL GOVERNMENT

FM AMCONSUL SYDNEY

TO SECSTATE WASHDC PRIORITY 5273

INFO AMEMBASSY CANBERRA

AMCONSUL HONG KONG

LIMITED OFFICIAL USE SYDNEY 1908

CANBERRA ALSO FOR LEGAT; HONG KONG FOR CUSTOMS

E.O. 12065: NA

TAGS: AINF EINV PEPR AS HK US

SUBJ: QUERY ON NUGAN HAND: FOLLOW-UP ON GUIDANCE REQUEST

REF SYDNEY 1625

Exec. AD-Adm.	_____
Exec. AD-Inv.	_____
Exec. AD-LCS	_____
Asst. Dir.:	
Adm. Servs.	_____
Crim. Inv.	_____
Ident.	_____
Inspection	_____
Intell.	_____
Lab.	_____
Legal Coun.	_____
Off. of Cong. & Public Affs.	_____
Rec. Mgmt.	_____
Tech. Servs.	_____
Training	_____
Telephone Rm.	_____
Director's Sec'y	_____

5 MAY 28 1982

WE ARE BEGINNING TO BE CONCERNED ABOUT ABSENCE OF REPLY
FROM DEPARTMENT TO REFTEL. DEPARTMENT WILL RECALL THAT PREVIOUS
REQUEST FOR INFO FROM N-H LIQUIDATOR, [REDACTED] GOT SOMEHOW
MISFILED OR OVERLOOKED, WITH RESULT THAT REPLY TO HIM TOOK
SEVERAL MONTHS. THIS FACT LEAKED TO PRESS AND GAVE USG--AND
IN PARTICULAR THIS OFFICE--ADVERSE PUBLICITY. IT IS HOPED
THAT CURRENT QUERY FROM NSW CORPORATE AFFAIRS COMMISSION CAN
GET SPEEDIER REPLY.

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[REDACTED]

LIMITED OFFICIAL USE

7

VV FBAS38

RR RUEHFB

DE RUEHBY 5363 155008

ZNY CCCCC ZZH

R 040108Z JUN 82

FM AMEMBASSY CANBERRA

TO DIRECTOR FBI WASHDC

BT

~~C O N F I D E N T I A L~~

LIMITED OFFICIAL USE CANBERRA 05363

FBI FOR DIRECTOR (163-45612)

FROM LEGATT CANBERRA

E.O. 12065: N/A

TAGS: ASEC

SUBJECT: NUGAN HAND BANK

DECLASSIFICATION AUTHORITY DERIVED FROM:
FBI AUTOMATIC DECLASSIFICATION GUIDE
DATE 11-17-2012

FEDERAL GOVERNMENT
FOIPA # 308,506

12356
10/4/90

Exec AD-Adm.	
Exec AD-LES	
Asst. Dir.:	
Adm. Servs.	
Crim. Inv.	
Ident.	
Inspection	
Intell.	
Laboratory	
Legal Coun.	
Off. of Cong. & Public Affs.	
Rec. Mgmt.	
Tech. Servs.	
Training	
Telephone Rm.	
Director's Sec'y	

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 10/17/90 BY 1043

#307,158
#308,506
Classified by SP-5 CJD/H
Declassify on: OADR

* See Notation on Pg. 2.

1. REFERENCE MANILA AIRTEL (MAN 163-357) DATED 4/8/81
AND BUTEL TO MANILA 11/17/81.

2. THIS MATTER CONTINUES TO BE OF GREAT INTEREST TO
AUSTRALIAN AUTHORITIES AND HAS SPARKED MUCH CRITICISM
ON THE PART OF THE MINORITY LABOR PARTY AS IT RELATES
TO THE ADMINISTRATION OF AUSTRALIAN PRIME MINISTER
MALCOLM FRASER.

3. ALLEGATIONS THAT THE FBI HAS CONDUCTED EXTENSIVE
INVESTIGATION AND HAS COMPILED A 119-PAGE REPORT, AS WELL

Referral/Consult

Referral/Consult

AS

(S-1)(S)
OF SUBJECT BANK

CONTINUE.

~~SECRET~~

4. [REDACTED] HAVE REQUESTED THAT, IF
POSSIBLE, [REDACTED]

b7D

5. BUREAU REQUESTED TO PROMPTLY ADVISE IF SUCH A
DOCUMENT IS FEASIBLE. NESEN

BT

5363

120
1 1
6/18/82

UNCLAS

ROUTINE

*SERR RUEHBACIDE RUEHFB H*H0120 1692205140TR 182034Z JUN 82

FM DIRECTOR FBI

TO AMEMBASSY CANBERRA

ATTN: LEGAL ATTACHE {163-45612}

BT

UNCLAS

MUGAN HAND BANK.

REURTEL JUNE 4, 1982.

IT IS FEASIBLE TO PREPARE SUCH A LETTER REGARDING
CAPTIONED MATTER OVER THE SIGNATURE OF ASSISTANT DIRECTOR,
INTELLIGENCE DIVISION, FBIHQ. FURNISH ANY ADDITIONAL DETAILS,
AS WELL AS ADDRESSEE.

BT

1

1 - LIAISON UNIT

CWH
CWH:JST {2}

6/18/82

4634

4691

OK/CWH

20 AUG 12 1982

59 AUG 1982

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS CENTER

JUN 18 1982

8/17/82

VV FBA747

RR RUHFB

DE RUHBY 6617 190522

ZNY CCCCC

R 090521Z JUL 82

FM AMEMBASSY CANBERRA

TO RUEHFB/DIRECTOR FBI WASHDC

RUMJNG/AMCONSUL HONG KONG

RUEHCR/AMCONSUL SYDNEY

BT

CONFIDENTIAL

LIMITED OFFICIAL USE CANBERRA 6617 308,506

FBI FOR ASSISTANT DIRECTOR, INTELLIGENCE DIV. (163-45612)

AND FOREIGN LIAISON UNIT

HONG KONG FOR LEGAL LIAISON OFFICER

E.O. 12065: N/A

TAGS: ASEC

SUBJECT: MUGAN HAND BANK (CBR 163-4)

REFS: A) NYTEL 6/4/82 B) RUTEL 6/12/82

Referral/Consult

Exec AD Adm.	
Exec AD Inv.	
Exec AD Leg.	
Asst. Dir.:	
Adm. Servs.	
Crim. Inv.	
Ident.	
Insp.	
Intell.	
Laboratory	
Legal Coun.	
Off. of Cong. & Public Affs.	
Rec. Mgmt.	
Tech. Servs.	
Training	
Telephone Rm.	
Director's Sec'y	

RECEIVED
JUL 82 05 50

FEDERAL BUREAU
OF INVESTIGATION

308,506

12356
10-4-90

ci/DHF

L. J. [Signature]

* See notation
on pg. 2.

HELPERHOFF

10/4/90

Subfile # 163-45612

163-45612-6111

CCW [Signature]
[Signature]
[Signature]
[Signature]

AT to Cern
8/5/82
127 [Signature]

1. BY WAY OF BACKGROUND, THE ACTIVITIES OF CAPTIONED BANK ARE THE SUBJECT OF AN AUSTRALIAN ROYAL COMMISSION OF INQUIRY INTO DRUGS (ARCID) WHICH IS ATTEMPTING TO DETERMINE THE EXTENT OF ILLEGAL ACTIVITY OF THIS ORGANIZATION BEFORE ITS RECENT BANKRUPTCY. THE BANK WAS ORGANIZED IN THE 1970'S BY FRANK NUGAN, AN AUSTRALIAN, AND [REDACTED]

SECRET

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b7C
Referral/Consult

[REDACTED] WHO IS FURTHER DESCRIBED [REDACTED]

(S-1)(S)

2. THERE HAVE BEEN ALLEGATIONS INTER ALIA THAT [REDACTED]

(S-1)(S)

3. APPARENTLY, AS THE RESULT OF A FOI REQUEST BY AN AUSTRALIAN JOURNALIST IN WASHINGTON, SOME 119 PAGES OF HEAVILY-EXCISED MATERIAL WAS MADE AVAILABLE. THIS HAS BEEN REFERRED TO IN THE MEDIA AS A "REPORT." IN FACT, IT IS UNDERSTOOD TO BE NOTHING MORE THAN [REDACTED]

[REDACTED] IN OTHER WORDS, [REDACTED]

b7D

4. THE AUSTRALIAN PRESS CONTINUES TO PUBLISH INNUENDOS THAT THE U.S. GOVERNMENT MAY BE WITHHOLDING INFORMATION IN THIS MATTER.

5. RECENTLY, THE NATIONAL TIMES, A SYDNEY PUBLICATION STATED: "IN OTHER DEVELOPMENTS, THE FBI HAS TOLD THE NATIONAL TIMES THAT IT HAS NEW MATERIAL ON HUGAN HAND THAT IT IS NOT PREPARED TO RELEASE UNDER THE FREEDOM OF INFORMATION ACT."

6. IT GOES ON TO STATE: "GETTING AHOLD OF THIS NEW MATERIAL WILL PROVIDE AUSTRALIAN AUTHORITIES WITH AN INTERESTING TEST OF THEIR TIES WITH THE FBI."

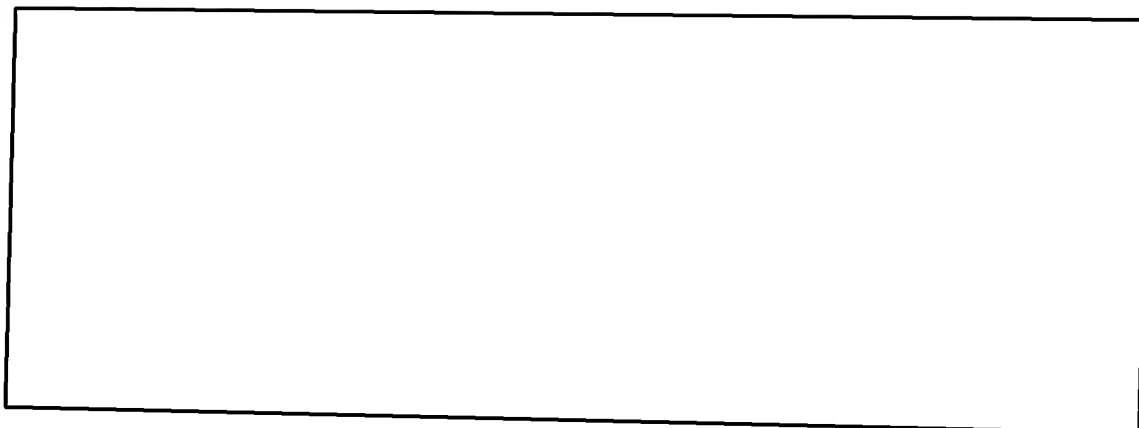
7. IN MY CONTACTS WITH [REDACTED]

[REDACTED]

b7D

8. REFERENCED LEGAT TELEGRAM 6/4/82 TO THE DIRECTOR REQUESTED BUREAU TO ADVISE IF A LETTER COULD BE FORTH-
COMING FROM AN OFFICER OF THE BUREAU STATING, IN FACT,

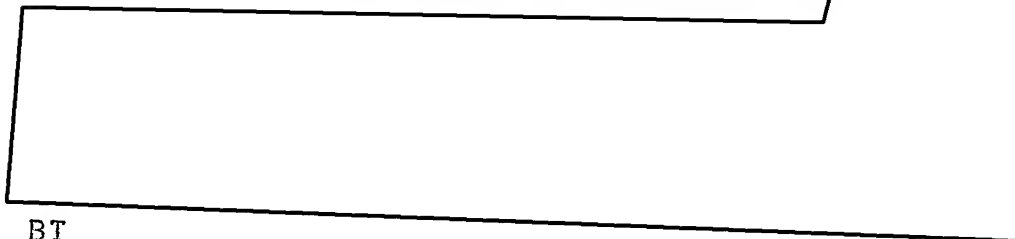
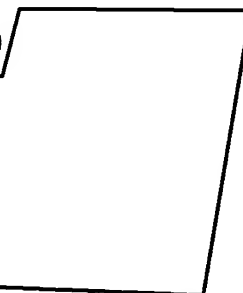
[REDACTED]



OL 12-1

b6
b7C
b7D

10. SUCH A LETTER SHOULD BE ADDRESSED TO



BT

6617

NNNNIPT

VV F3A410

PP RUEHFB

DE RUEHBY 6751 1942233

ZNY CCCCC ZZH

P 132238Z JUL 82

FM AMEMBASSY CANBERRA

TO DIRECTOR FBI WASHDC PRIORITY

BT

CONFIDENTIAL

LIMITED OFFICIAL USE CANBERRA 66751

FBI FOR ASSISTANT DIRECTOR, INTELLIGENCE DIV. (163-45612)
AND FOREIGN LIAISON UNIT, FROM LEGAT CANBERRA

E.O. 12065: W/A

TAGS: ASEC

SUBJECT: MUGAN HAND BANK (CBR 163-4)

REF: MYTEL 7/9/82 (CANBERRA 6617).

1. EMBASSY REQUESTS THAT YOUR RESPONSE TO REQUEST SET
OUT IN REFTEL BE COORDINATED WITH DEPARTMENT OF STATE,
EA/ANZ DESK, WHICH IS MONITORING DEVELOPMENTS IN THIS
MATTER. NESEN

BT

6751

RECEIVED
TELETYPE UNIT

13 JUL 82 22 44
FEDERAL GOVERNMENT
FEDERAL BUREAU
OF INVESTIGATION

Exec. AD-Adm.	_____
Exec. AD-Inv.	_____
Exec. AD-LES	_____
Asst. Dir.:	_____
Adm. Servs.	_____
Crim. Inv.	_____
Ident.	_____
Intell.	_____
Insp.	_____
Lab.	_____
Legal Coun.	_____
Off. Cong. & Public Affs.	_____
Rec. Mgmt.	_____
Tech. Servs.	_____
Training	_____
Telephone Rm.	_____
Director's Sec'y	_____

sp-sci/ohr
10/4/90
#308,506

L. L. Lison

163-413612-641

10 NOV 18 1982

5/HAR

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TELETYPE UNIT

IVV FBA209

RR RUEHFB

9 AUG 82 02 51 Z

DE RUEHBY 7673 221024Z

FEDERAL BUREAU
OF INVESTIGATION

ZNY CCCCC ZZH

R 090228Z AUG 82

FM AMEMBASSY CANBERRA

FEDERAL GOVERNMENT

TO DIRECTOR FBI WASHDC

BT

~~CONFIDENTIAL~~

SP-5 ci/bmf
10/9/90
#308,506

LIMITED OFFICIAL USE CANBERRA 07673

FBI FOR ASSISTANT DIRECTOR, INTELLIGENCE DIV. (163-45612)
AND FOREIGN LIAISON UNIT, FROM LEGAT CANBERRA

E.O. 12356: DECL: N/A

TAGS: ASEC

SUBJECT: NUGAN HAND BANK (CBR 163-4)

REF: MYTEL 7/9/82 (CBR 6617)

163-45612-62

1. I HAVE BEEN ADVISED THAT THE AUSTRALIAN ROYAL
COMMISSION OF INQUIRY INTO DRUGS (ARCID) IS PRESENTLY
CONSIDERING THE ADOPTION OF "NEW TERMS OF REFERENCE"
IN CAPTIONED MATTER, WITH SOME INDICATIONS THE ASPECT
OF INQUIRY DEALING WITH PURPORTED REPORTS OF THE

NUGAN HAND BANK OSTENSIBLY MADE BY THE FBI MAY BE
DROPPED ALTOGETHER IF ARCID RECEIVES A REPLY FROM THE
FBI IN THE IMMEDIATE FUTURE.

AUG 31 1982

5/cwh

TTD Canberra 8/13/82 vrn

2. BUREAU IS REQUESTED TO ADVISE STATUS OF THIS REPLY
BY CABLE.

3. IF LETTER ALREADY PREPARED AND BEING FORWARDED BY
POUCH, BUREAU IS REQUESTED TO REPLY WITH TEXT OF
LETTER SO THAT LEGAT MAY ADVISE INTERESTED OFFICIALS
WHO MAY BE ABLE TO SUCCESSFULLY CONVINCE ARCID TO
DESIST IN ITS EFFORTS TO LOCATE AND REVIEW THE ALLEGED
BUREAU REPORTS RELATING TO NUGAN HAND. CABLED TEXT
REQUESTED SINCE POUCH TRANSIT TIME HAS BEEN FROM 3 TO 4
WEEKS. NESEN

BT

7673

DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
COMMUNICATION MESSAGE FORM

PAGE 1 OF 2

DATE

8/13/82

CLASSIFICATION

UNCLAS E F T O

PRECEDENCE

PRIORITY

#SMP RUEHBYT423 H0105 2252250T4EMP 132039Z AUG 82

FM DIRECTOR FBI (163-456123)

TO AMEMBASSY CANBERRA

ATTN: LEGAL ATTACHE (163-43)

BT

UNCLAS E F T O

NUGAN HAND BANK, FPC.

REURTEL AUGUST 9, 1982.

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1 - LIAISON UNIT

CWH:JST (23)

8/13/82

4634

4691

AUG 17 1982

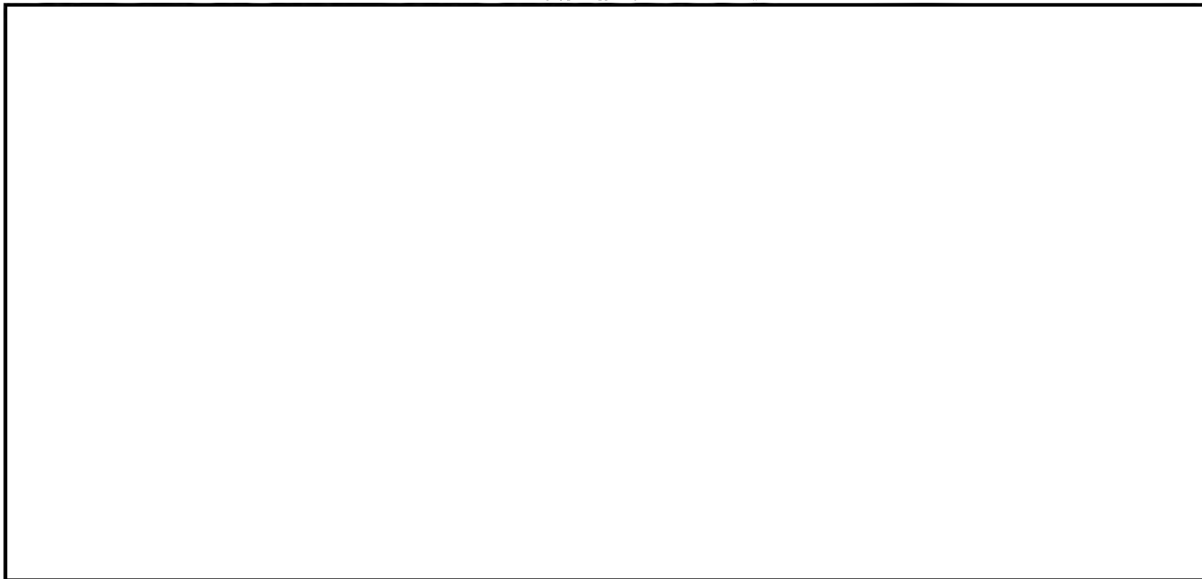
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b7C

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS CENTER

AUG 13 1982

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED 308,506
DATE 2/16/90 BY SP5C/MMS

PAGE TWO DE RUEHFB 0105 UNCLAS E F T O



b7D

BT

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Memorandum



Exec AD Adm. _____
 Exec AD Inv. _____
 Exec AD LES _____
 Asst. Dir.: _____
 Adm. Serv. _____
 Crim. Inv. _____
 Ident. _____
 Insp. _____
 Intell. _____
 Lab. _____
 Legal Coun. _____
 Off. Cong. & Public Affs. _____
 Rec. Mgnt. _____
 Tech. Servs. _____
 Training _____
 Telephone Rm. _____
 Director's Sec'y _____

To : Mr. O. B. Revell

Date 8/31/82

From : Mr. J. W. Greenleaf

b6
b7C

Subject : INTELLIGENCE OVERSIGHT BOARD MATTERS
 REQUEST FOR INFORMATION CONCERNING
 NUGAN HAND, LTD.

PURPOSE:

Nugan Hand Bank

To provide the substance of a request telephonically received from [redacted] Counsel, President's Intelligence Oversight Board (IOB), The White House, concerning any derogatory information the FBI may have developed relative to former U.S. intelligence community officials involved in a business relationship with Nugan Hand, Ltd., a now defunct private Australian banking concern allegedly involved in a world-wide swindle of investors.

DETAILS:

On 8/27/82, Unit Chief [redacted] OPR. Inspection Division, received a telephone call from [redacted] Counsel, President's IOB, The White House. [redacted] advised he was calling the Inspection Division relative to a recent newspaper article which appeared in the Wall Street Journal on 8/24/82, relative to Nugan Hand, Ltd. (attached). In summary, [redacted] noted that the lengthy article referred to the fact that Nugan Hand, Ltd., was allegedly involved in a major swindle that spanned several continents and bilked investors out of millions of dollars. He further stated that the article indicated that numerous former high-ranking officials of the U.S. intelligence community were alleged to be in the employ of Nugan Hand, Ltd., and in particular noted that William Colby, former Director of the CIA, was on retainer for this company. He also indicated that there was a reference in the article to the fact that several U.S. agencies, mainly the CIA, the FBI and the U.S. Customs Service, all have information on Nugan Hand, Ltd., and have refused to release it to help the current criminal and civil investigations being conducted by the Australian Government.

[redacted] advised that within the mandate of the IOB, as it relates to the intelligence community, he was contacting the FBI in an effort to determine if any derogatory information had

Encls.

- 1 - Mr. Revell
- 1 - Mr. O'Malley
- 1 - Mr. Mintz
- 1 - Mr. Greenleaf

1 - OPR
 1 - 163-45612
 JWG:cag (7)

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CONTINUED - OVER

See CID Addendum Page 4

ALL INFORMATION CONTAINED
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3- ENCLOSURE

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Memorandum From Mr. Greenleaf to Mr. Revell
Re: Intelligence Oversight Board Matters
Request for Information Concerning
Nugan Hand, Ltd.

been developed during the course of any FBI investigation conducted relative to Nugan Hand, Ltd., which indicates misconduct or criminality on the part of any of the named former intelligence officials in the Wall Street Journal, including Mr. Colby.

During the telephone conversation, [redacted] stressed on several occasions that he was not interjecting the IOB into any substantive criminal matter which the FBI may be investigating concerning Nugan Hand, Ltd., but wished to be advised of any derogatory information if available concerning former officials of the U.S. intelligence community, which would come under the purview of the IOB.

b6
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[redacted] was advised at the conclusion of the telephone conversation that an appropriate review would be conducted of available FBI Headquarters records concerning Nugan Hand, Ltd., and in particular as it relates to his request for information concerning misconduct or criminality on the part of any former U.S. intelligence community officials.

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A review of FBI Headquarters indices concerning Frank Nugan, [redacted] and Nugan Hand, Ltd., has revealed one main file reference titled "Nugan Hand Bank; FPC," Bureau file 163-45612. In addition, there are several "see references" to these individuals which are not directly related to this matter.

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A review of Bureau file 163-45612 reveals that the bulk of the FPC inquiries conducted by the FBI in this file [redacted]

b7D

By Bureau teletype to the U.S. Embassy, Canberra, attention Legat, dated 8/13/82 (attached), FBI Headquarters responded to [redacted] concerning [redacted]

b7D

[redacted] It is also noted this Bureau's main file has been processed under FOIPA and released to certain individuals who are apparently victims of Nugan Hand Bank and certain of these

Memorandum From Mr. Greenleaf to Mr. Revell
Re: Intelligence Oversight Board Matters
Request for Information Concerning
Nugan Hand, Ltd.

articles have apparently been released to the Australian press
and apparently to U.S. media sources.

RECOMMENDATIONS:

1. That Criminal Investigative Division (CID) and
Intelligence Division (INTD) conduct appropriate review to determine
if any substantive investigations have been or are presently
being conducted concerning Nugan Hand, Ltd., and in particular
whether any of the named former U.S. intelligence community
officials are involved in these investigations.

APPROVED:

Adm. Servs.	Laboratory
Crim. Inv.	Legal Coun.
	Off. of Cong. & Public Affs.
	Rec. Mgmt.
	Tech. Servs.
	Training

2. That upon completion of CID and INTD responses,
appropriate contact be made with [] to advise him of any
information as related to his request.

b6
b7C

APPROVED:

Adm. Servs.	Laboratory
Crim. Inv.	Legal Coun.
Director	Off. of Cong. & Public Affs.
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ADDENDUM OF CRIMINAL INVESTIGATIVE DIVISION RKM:rar 9/16/82

The Criminal Investigative Division (CID) conducted an appropriate review, to include a survey of all CID personnel, regarding Nugan Hand, Ltd. No information other than what was set forth by the Inspection Division was developed and no substantive investigations of Nugan Hand, Ltd., are known to have been conducted.

Australian Mystery

Fall of a Banking Firm Spotlights the Roles Of High U.S. Officials

Frank Nugan's Violent Death Opens Lid on Odd Traffic In Dope, Foreign Funds

Politicians Charge Cover-Up

By JONATHAN KWITNY

Staff Reporter of THE WALL STREET JOURNAL

SYDNEY, Australia—At 4 a.m. Sunday, Jan. 27, 1980, a police sergeant and a constable, according to their testimony, were patrolling a lonely stretch of highway 90 miles from here when they spotted the parking lights of a Mercedes on an old road off in the woods. Inside the car, slumped across the front seat in a puddle of blood, was the body of a 37-year-old man with a new rifle in his hands.

They searched his pockets and found the business card of William Colby, the former

U.S. director of central intelligence. On the back of the card was the itinerary of a trip Mr. Colby planned to make to Asia in the next month. The two policemen also found a Bible with a meat-pie wrapper interleaved at page 252; on the wrapper were scribbled the names of Mr. Colby and U.S. Rep. Bob Wilson of California, then the ranking Republican on the House Armed Services Committee.

All this might sound like the beginning of a Hollywood spy movie, but the studios would have to assign their most imaginative scriptwriters to produce a tale as startling as the real-life events that have followed that grisly discovery more than two years ago. The body was quickly identified as that of Frank Nugan, the chairman of a group of companies affiliated with the private Australian banking concern of Nugan Hand Ltd. Since then, investigations have pieced together a picture of an amazing swindle that spanned six continents and bilked investors out of millions of dollars.

A Political Issue

More perplexing yet, evidence has turned up that Nugan Hand bank was deeply involved in moving funds about the world for big international heroin dealers and also might have been involved in the shady world of international arms traffic. To cap it off, the offices of Nugan Hand and its affiliates were loaded with former high-ranking U.S. military and intelligence officials (see story on Page 22).

This has convinced many Australians that the company was involved in secret work for the U.S. government. Despite official denials from Washington, the issue has refused to die and has become one of the central debating points in Australian politics.

The issue of U.S. investment may be hard to resolve because many of the essential records were destroyed. Within hours after the discovery of Frank Nugan's body, telephones began ringing urgently all over the world. One was on the desk in Manila of three-star U.S. Gen. LeRoy J. Manor, the recently retired chief of staff for all U.S. forces in Asia and the Pacific. After his retirement, Gen. Manor had been on secret duty for the Air Force and at the time of Mr. Nugan's death he was helping run Nugan Hand's Philippine office.

Ransacking the Files

According to Nugan Hand's public-relations man, Tony Zorilla, Gen. Manor called him and told him to stop the wire services from reporting Mr. Nugan's death. Mr. Zorilla says he replied that this would be unethical and impossible, and he refused. (Gen. Manor would describe his activities with Nugan Hand only in general terms, and he wouldn't discuss this incident.)

Halfway around the world, Rear Adm. Earl P. "Buddy" Yates, the recently retired chief of staff for strategic planning for U.S. forces in Asia and the Pacific, heard the news and immediately jetted to Sydney, Nugan Hand's main office. Adm. Yates was the president of Nugan Hand, though he lived in Virginia Beach, Va. En route to Sydney, he met Nugan Hand's vice chairman, Michael Hand, a highly decorated Green Beret during the Vietnam War and a former U.S. intelligence operative, coming from London. They raced to the Nugan Hand office and with a few other insiders began ransacking the files.

According to witnesses, enough records to fill a small room were fed to a shredder. Others were packed in cartons, with every-one helping, and carried at night to the back room of a butcher shop owned by Robert W. Gehring, a former Army sergeant in Vietnam. Mr. Gehring worked for Maurice Bernard Houghton, a mysterious Texan who has owned several bar-restaurants in Sydney and who had played an active role in Nugan Hand's affairs since its inception in 1973.

A Lawyer's Advice

Mr. Houghton not only joined the rape of the files, but also brought his lawyer, Michael Moloney, to direct it. According to the testimony of Stephen K. A. Hill, a Nugan Hand director who joined the record-rifling that week, Mr. Moloney urged the group on by warning, "I am fully aware of what has been going on. You all face jail terms of up to 16 years."

According to Mr. Hill's testimony, the burly Mr. Hand then broke in to say that if Mr. Moloney's orders to sanitize the files before the law arrived weren't followed, "terrible things" would happen—"Your wives will be cut up and returned to you in bits and pieces."

Mr. Moloney in a recent interview said, "Sure, I advised Hand to take documents out of the office. I was told there were serious deficiencies in the accounts. Everything

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I did I talked about with Yates first." (Adm. Yates refuses to discuss any part of his activities with Nugan Hand.)

A few months later, on April 11, 1980, Nugan Hand went into liquidation. And the secrets that were so frantically being destroyed after Frank Nugan's death began to be reconstructed. Exposed to view, like maggots, were dozens of affiliated corporations, with little or no real assets, that Nugan Hand had set up to help its clients avoid taxes and move money overseas secretly and often illegally. Mr. Nugan had boasted that \$1 billion a year passed through these companies.

Still unanswered is the question of why so many high-ranking U.S. military and intelligence officials were working for the company. The CIA has denied involvement, and the State Department says that Nugan Hand wasn't in any way a U.S. government operation. But liquidators of the company and various Australian law-enforcement officers express anger and bewilderment that the CIA, the FBI and the U.S. Customs Service, all of which have information on Nugan Hand, have refused to release it to help in the current criminal and civil investigations.

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The Wall Street Journal _____
The Chicago Tribune _____
The Los Angeles Times _____
The Christian Science Monitor _____

Date 8-24-82

Page 11 FBI DC.

ENCLOSURE

"It has obvious overtones that somebody is covering something up," says the appointed Australian liquidator, John O'Brien.

From its base in Sydney, Nugan Hand had opened at least 22 offices around the world, including four in the U.S. After the company failed, anguished messages poured in from individuals who had invested money at above-market interest rates in securities sold by Nugan Hand and who now stood to lose everything. Liquidators say the official shortfall could reach \$50 million. The victims include many Americans, not only on the U.S. mainland but also at construction sites in Saudi Arabia and at military bases and legations throughout the Far East, Hawaii and the Philippines.

Nugan Hand carried out its operations with intense secrecy. Cables and interoffice messages were in code and often were marked "Destroy After Perusal." Company employees and customers were referred to by coded serial numbers rather than by name, and even references to foreign currencies were disguised: "Oats" stood for Swiss francs, "grains" for U.S. dollars and so forth down to "berries" for Portuguese escudos.

An Impossible Job

-This, plus the obvious phoniness of many of the transactions carried on between companies within the Nugan Hand galaxy, makes the job of settling claims by creditors almost impossible. "We wouldn't be able to pay 1%" on outstanding claims, says a liquidator. Many creditors aren't even bothering to file claims, apparently fearful that to do so would expose them to prosecution for illegal deals carried out with the aid of Nugan Hand.

Currently, liquidators in Sydney, Hong Kong and the Cayman Islands are investigating the company, and often working at cross purposes, seeking to recover assets. Criminal investigations are being conducted by the New South Wales attorney general's office and by a joint task force of the New South Wales police and the Commonwealth police. The Royal Commission on Drugs ran into Nugan Hand so much that it has recommended a separate Royal Commission be appointed just for Nugan Hand.

In June 1980, Mr. Hand, disguised and using a phony passport, flew to the U.S., apparently via Fiji and Vancouver. He hasn't been seen since.

Leaving Australia about the same time as Mr. Hand was his closest friend and adviser, Bernie Houghton. Mr. Houghton has a broad acquaintanceship with many high-ranking U.S. officials. As a civilian, he daringly traded goods all over the Southeast Asian war zone in the 1960s. Though his restaurant is in a sleazy district of Sydney that swarms with prostitutes and sex shows, he has frequently welcomed congressmen, CIA officials and military brass there. A few weeks before Mr. Nugan died, Mr. Houghton played host, at a luncheon and later a dinner, to five members of the House Armed Services Committee who were in Australia to inspect defense and intelligence-gathering facilities. He arranged for Rep. Wilson and another congressman and their wives to dine with Mr. Hand. Last year, Mr. Houghton returned to Australia. Authorities have questioned him at length, but he avoids reporters.

Exhuming a Body

With the scandal refusing to die down in Australia, reports began to circulate that the body in Frank Nugan's grave wasn't his and that he was still alive and hiding out in the U.S. Once he was reported having been seen in a bar in Atlanta. Finally, in February 1981, officials ordered the body exhumed. With gruesome diligence, Australian TV covered the event by interviewing practically everyone in the area. ("Some are dry, some are wet," one gravedigger told interviewers, complaining that Mr. Nugan was "wet" and therefore "very messy.") A dentist definitely identified the remains as those of Mr. Nugan.

Stymied by the lack of progress in the investigation of the company's affairs, the National Times, an Australian newspaper, petitioned the FBI under the U.S. Freedom of Information Act for information it had on Nugan Hand. The newspaper was told that of some 151 pages of material in FBI files, it could see 71. But when the papers arrived, they resembled a collection of Rorschach tests, with page after page blacked out in heavy ink and bearing the notation "B-1," indicating that disclosure would endanger U.S. "national defense or foreign policy." What was left was a few pages of more or less routine information, such as a copy of a Nugan Hand subsidiary's petition for incorporation in Hawaii.

In response to more-official Australian demands, the State Department sent a two-man FBI delegation to Sydney in April, 1982. But the two men stonewalled, telling law-enforcement officials that the FBI had already given its information to an appropriate Australian agency; they wouldn't say which agency or re-release the material. Australian state and national police investigating Nugan Hand say that they have never received the information. The only other likely recipient would appear to be the Australian

Security Intelligence Organization (ASIO), a secret counterspy group that long has worked closely with the CIA.

By law, ASIO can give information only to Prime Minister Malcolm Fraser or his attorney general. Mr. Fraser says the U.S. has assured him that it had no connections with Nugan Hand, and he has rejected opposition-party demands for a top-level probe. But the continuing parliamentary debate could rekindle the once-hot political controversy over vital CIA bases here. These bases monitor U.S. satellites watching the U.S.S.R. and China and direct the U.S.'s nuclear submarines.

The opposition Labor Party—which now leads Mr. Fraser's Liberal Party in some polls—has openly questioned whether the CIA, through ASIO, helped topple Australia's last Labor government, led by Prime Minister Gough Whitlam. The CIA has denied this. Now suspicions have been raised that Nugan Hand, which handled enormous amounts of money, may have been used to channel funds to favored Australian political candidates.

When Vice President George Bush visited Australia this April, Labor Party leader Bill Whitlam—a strong possibility to become prime minister—used his 30-minute meeting with Mr. Bush mostly to press for the release of details on the Nugan Hand and Whitlam affairs. Mr. Bush only gave his assurances that the CIA wasn't involved in either matter. Mr. Bush was the CIA director in 1976, succeeding Mr. Colby, who later was to become a lawyer for Nugan Hand.

A Secret Wiretap

Suspicious of a government cover-up could be heightened by a disclosure by Australian liquidator O'Brien. He says that he has learned from the government-run telephone company that Frank Nugan's phone conversations were secretly recorded the last two years of his life on a device installed at the phone company, apparently by a government agency. Mr. O'Brien says phone-company officials have told him that the tapes—which might solve the mystery of who was behind Nugan Hand—aren't at the company anymore.

Wiretap authority is tightly restricted in Australia, being allowed only in cases involving national security or narcotics investigations, according to the Commonwealth attorney general's office. State and national police have reported that they don't know anything about a wiretap on Mr. Nugan. Again, this points the finger at ASIO.

Australian immigration records show that a senior ASIO official, Leo Carter, vouched for Nugan Hand's ubiquitous Mr. Houghton when he entered Australia in February 1972 with an expired visa. On ASIO's word, Mr. Houghton received a visa allowing him to come and go from Australia at will. Mr. Carter has died, and ASIO won't comment on this.

Presumably the most sensitive of Nugan Hand's records were shredded right after Mr. Nugan died. But the remaining records hold many suggestions that the company may have been much more than a banking venture.

Notes on Troop Movements

The records contain long, periodically filed reports about military and political activities, mostly in Kampuchea (Cambodia), but also in Laos, Vietnam and Thailand. There is no concrete evidence that Nugan Hand was an active participant in U.S. covert operations. However, these detailed reports of troop movements appear unconnected to any banking or business activity. They were prepared by Nugan Hand's Bangkok representative, John Owen, a former career British navy officer, and bear notations that they were to be shown to Mr. Hand.

The files also show that Nugan Hand worked on big international arms deals, though it isn't clear what, if anything, was shipped.

For example, there were proposed transactions in 1979 for a partnership with Prince Panya Souvanna Phouma, the son of the former Laotian leader Souvanna Phouma. In one letter, Prince Panya took three pages to list available weapons, including missiles, light and heavy armor, tanks, combat helicopters and F-104 fighter planes and naval patrol planes. Nugan Hand memos indicate that the weapons were intended for delivery to Indonesia and Thailand. They also discuss creation of a private, freight-oriented airline in Southeast Asia (to be called "Sky of Siam") and other deals with Prince Panya.

Memos show that in 1975 Mr. Hand was arranging the sale to Rhodesia of machine guns, mortars, grenade launchers and machine guns, and was negotiating for shipments of Rhodesian ivory.

Mr. Houghton has acknowledged in testimony that in 1979 he met in Switzerland with Edwin Wilson, the former CIA officer who is now in U.S. custody, who is charged with selling explosives in Libya and who is alleged to have supplied trained men, arms and technology to Libya and other military buyers. A former Nugan Hand representative in Thailand, Neil Evans, has testified that Mr. Wilson went to Bangkok to discuss arms deals with Mr. Hand. Other Nugan Hand officials, however, deny Mr. Evans's story.

There seems no denying, however, that Nugan Hand was heavily involved with drug dealers. Murray Stewart Riley, a former Sydney policeman now serving time in Australia for attempting to import a boatload of marijuana from Thailand, was a regular customer of the firm. So were Riley's associates, who deposited drug money in Sydney and withdrew it in Asia.

Riley's business was brought to the bank, according to extensive testimony, by Harry Wainwright, a former San Francisco criminal lawyer who fled to Australia in 1973 after being indicted in the U.S. for income-tax evasion.

Testifying from prison two years ago for an Australian Royal Commission looking into drug trafficking, Riley said his heroin and marijuana imports were intended for the U.S. market. In the words of the commission, he said "that he had been informed that Nugan Hand offered a facility to transfer funds from Hong Kong to the United States."

Over \$1 Million of Drugs

Investigators say that they have traced about \$250,000 that Riley moved to Asia via Nugan Hand and that they believe the final figure will exceed \$1 million. They say they believe that much of the heroin was transshipped to the U.S. in containers that were repaired by a dockside welding firm in Australia that was closely tied to the dope dealers. They believe that another heroin ring tied to Nugan Hand used a similar system.

Apart from their connection with the bank, Michael Hand and Frank Nugan had been viewed suspiciously by narcotics agents for some time. As early as 1973, the Australian Narcotics Bureau began a file on Mr. Hand based on reports that he and K.L. "Bud" King, a former pilot for Air America airline had been flying dope in from Asia to an Australian airstrip. Air America was a Vietnam war-era airline, with close connections with the CIA. U.S. drug-enforcement officials now acknowledge that the airline also occasionally ran heroin out of Southeast Asia's famed "Golden Triangle" poppy-growing area.

The landing strip involved in the 1973 Australian Narcotics Bureau report was on a real-estate development promoted by American singer Pat Boone and financed by millionaire shipping magnate D.K. Ludwig. Mr. Hand had worked as a salesman for the project for several years after he came to Australia in 1967 and later asserted that he had made a fortune from his land sales.

The report of the illegal drug flights came from a lawyer representing Mr. King's housekeeper. Mr. King, who also worked for the Boone-Ludwig project, has since died in a fall. The report was released recently among many files turned over to the Australian parliament by three former narcotics officers who contend that the narcotics bureau covered up information on Nugan Hand drug dealings.

Meeting an Opium Overlord

Other released files include information on alleged Nugan Hand drug deals supplied by Andrew Lowe, formerly Sydney's biggest heroin dealer (by his own assessment), who recently completed a prison sentence for his dope deals. Mr. Lowe has testified that he arranged a meeting between Mr. Hand and Khun Sa, the Golden Triangle's biggest opium overlord, though there is no way to verify that.

Through meticulous police work, however, Australian officials have documented in a still unreleased report a series of transactions tying Nugan Hand not only to drug dealing but also possibly to a series of contract murders in which the so-called Mr. Asia heroin syndicate eliminated at least three persons who were informing Australian police about drug activities. Authorities say the "Mr. Asia" group's heroin circulated in the U.S. and elsewhere and brought at least \$100 million cash to the syndicate's operators.

According to testimony from dope ring and bank insiders, corroborated by telephone logs and other evidence, the syndicate was linked to the bank through a two-man Sydney law firm that represented both Mr. Nugan and various members of the heroin syndicate. The firm's senior partner, John Aston, used Nugan Hand for personal financial dealings and helped bring in other clients. And the law office was used as a drop-off point for bank clients who wished to remain secret; they left parcels of cash or other items at the law office for pick-up by bank representatives.

One parcel that bank director George Shaw, a major operational figure at Nugan Hand, says he picked up at the law office March 26, 1979, contained \$285,000 in small bills. This money has been traced through a laundering process involving a soft-drink firm that Nugan Hand had acquired (apparently because it dealt in big quantities of cash) and through accounts at different banks in Hong Kong, New York, Boston and Singapore.

Eventually the \$285,000 was paid out in checks from Nugan Hand's Singapore office to a man identified by British police as the Singapore leader of the heroin syndicate. The payout was personally arranged by Mr. Hand in Singapore as instructed in a coded telex from Mr. Nugan in Sydney. This complicated money movement was a standard procedure Nugan Hand used for clients wishing to evade Australia's strict currency control laws, designed to keep capital at home.

Admirals, Generals, Ex-CIA Men Took Prominent Roles in Nugan Hand Bank

By a WALL STREET JOURNAL Staff Reporter

SYDNEY, Australia—Enough top-ranking U.S. military and intelligence officers worked for Nugan Hand to run a small-sized war. The list includes:

ADM. EARL "BUDDY" YATES, a 1943 graduate of the U.S. Naval Academy, Legion of Honor winner in Vietnam, and commander of the aircraft carrier USS John F. Kennedy. Then he was the chief of staff for plans and policy of the U.S. Pacific Command, in charge of all strategic planning from California to the Persian Gulf, until his retirement in July 1974. He became the president of Nugan Hand bank early in 1977, recruited by Maurice Bernard Houghton, who apparently is an old friend.

GEN. LEROY J. MANOR, the chief of staff for the entire Pacific Command until he retired in July 1978 to undertake new duties that the Air Force says are so secret that it can't talk about them. These duties are generally known to have included negotiating the 1979 agreement with the Philippine government for continuance of the U.S. military bases there (which Gen. Manor used to command) and investigating the failed hostage rescue raid in Iran in 1980 (an assignment that apparently stemmed from his having designed and commanded the 1970 raid on a North Vietnamese prison camp that failed to find any U.S. prisoners). A much-decorated Air Force three-star general, he also had been the special assistant to the Joint Chiefs of Staff at the Pentagon for "counterinsurgency and special activities." He joined Nugan Hand's Manila office, allegedly to run it (which he denies), in 1979.

GEN. EDWIN F. BLACK a 1940 graduate of West Point. He entered the Office of Strategic Services (OSS), which later became the CIA, and was the OSS commander in Berlin. He was the chief administrative aide to and frequent chess opponent of Allen Dulles, who became the head of the CIA. He was the wartime boss and then tennis partner of Richard Helms, who also became the head of the CIA. He was on the National Security Council staff under President Eisenhower and later the commander of all U.S. troops in Thailand during the Vietnam war, before becoming assistant Army chief of staff for the Pacific. He retired in 1970 to become executive vice president of the Freedoms Foundation in Valley Forge, Pa., a group promoting conservative politics. He also worked for LTV Corp., an important CIA contractor. In 1977, he became the president of Nugan Hand Inc., Hawaii, and special representative of the overall organization, making frequent trips to Asia. He says he was recruited by Adm. Yates and another admiral.

GEN. ERLE COCKE JR., whose entry in Who's Who in America says that during World War II he was "prisoner of war three times, actually 'executed' by a German firing squad and delivered the *coup de grace* but survived 1945." He held various posts with the Defense Department and as an executive with Delta and then Peruvian airlines. He is a former national commander of the American Legion, honorary commander of the Nationalist Chinese Air Force and holder of the French Legion of Honor and top medals from Spain, the Philippines and Italy. Now listed as a retired general with the U.S. National Guard and a consultant. His consulting office served as Nugan Hand's Washington office.

WILLIAM COLBY, the U.S. director of central intelligence, 1973-76. He ran intelligence programs in Vietnam during the war. In 1979 and 1980, as a lawyer with the Wall Street firm of Reid & Priest, he worked for Nugan Hand on a variety of matters—tax problems; the Foreign Corrupt Practices Act; an abortive project to relocate Indochinese refugees on an island in either the Caribbean or the Pacific; an attempt to take over a Florida bank; the operations of Nugan Hand's mysterious Panama branch, and the problems surrounding Mr. Nugan's death. Mr. Colby submitted \$46,000 in bills, which weren't paid. A \$10,000 check for his retainer was issued but never cashed.

WALTER McDONALD, a career CIA officer since 1975 and deputy director in charge of economic research from 1972 to 77. Then, while still in the CIA, he helped his former boss, onetime CIA Director James Schlesinger, set up and run the U.S. Energy Department. He served on the National Foreign Intelligence Board, the senior advisory group in the intelligence community. He announced his retirement in 1979, went into consulting and almost immediately by his own account began spending most of his time with Nugan Hand, traveling in the U.S. and Europe with Mr. Nugan and talking with him daily.

GUY PAUKER, a Rand Corp. staff member who has advised the CIA and other government agencies since the 1950s, although he denies reports that he is a career employee of the CIA. Mr. McDonald, whom he calls his "good friend," once said that Mr. Pauker has long had frequent personal access to White House national security advisers, including Henry Kissinger and Zbigniew Brzezinski. Mr. Pauker went to work as a consultant to Nugan Hand after Adm. Yates introduced him to Messrs. Nugan and Hand. He, in turn, introduced them to Mr. McDonald. Mr. Pauker says he wasn't involved in any completed deals for the bank.

DALE HOLMGREN, a former U.S. Army officer in Taiwan who became manager of flight services for Civil Air Transport, a CIA-run airline in the Far East. He then went into business in Taiwan. He opened the Nugan Hand branch in Taipei in 1978 as a one-man representative. Adm. Yates once said that Mr. Holmgren had long worked with the U.S. military in Taiwan to develop "within the social structure of the Chinese in Taipei a close relationship with the U.S. military forces and the business and government community." Adm. Yates also said that Mr. Holmgren had worked for Nugan Hand without pay at least for a while because he had an independent income.

ROBERT "RED" JANSEN, a former CIA station chief in Bangkok who advised Thai governments through almost daily meetings with the prime minister in the early 1970s, according to persons close to them. He worked for Nugan Hand there in 1978, although he apparently severed his relationship that year (according to a colleague, because he was warned by the U.S. embassy that his presence at the bank had aroused suspicion). Mr. Jansen apparently has an unlisted number and couldn't be reached for comment.

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FM DIRECTOR FBI (163-45612)

TO LEGAL ATTACHE HONG KONG (55-4) PRIORITY 1

LEGAL ATTACHE MANILA (163-357) PRIORITY 1

BT

UNCLAS E F T O

NUGAN HAND BANK (NHB), FPC.

REHONAIRTEL, JULY 31, 1981.

FOR LEGAT, MANILA, INFORMATION, RE AIRTEL CONTAINED REQUEST

OF

TO RENDER

WHATEVER ASSISTANCE POSSIBLE BY THE FBI TO

1 -
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CWH:JST (31) TSP:HM

11/17/81

4634

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NOV 19 1981

(SEE NOTE, PAGE 4)

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED EXCEPT
WHERE SHOWN OTHERWISE.

60 DEC 14 1981

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS CENTER

0402 ZVR

NOV 18 1981

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

ENCLOSURE

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DATE 3/5/90 BY SP5C/LDMs

Classified by SP5C/LDMs
Declassify on: OADR

PAGE TWO DE HQ 0194 UNCLAS E F T O

b6
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[REDACTED]
CONCERNING NHB AND THE FBI,

[REDACTED]

ACCORDINGLY, IN RESPONSE TO [REDACTED] REQUEST, THIS MATTER
HAS BEEN REVIEWED AT FBIHQ, AND IT IS A MATTER OF FACT THAT THE
FBI IS NOT, AND HAS NOT, INVESTIGATED NHB AND ITS ACTIVITIES AS

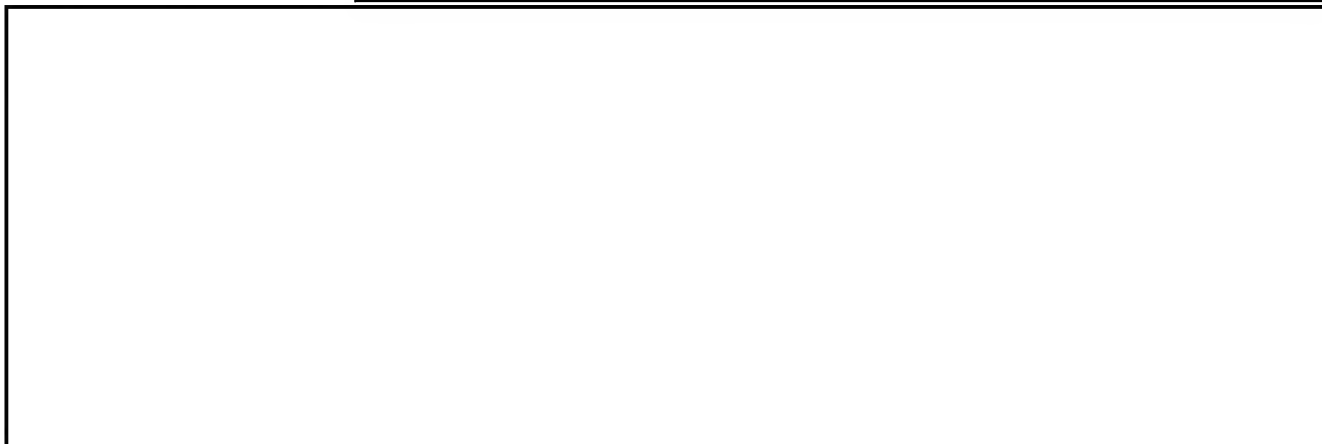
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PAGE THREE DE HQ 0194 UNCLAS E F T O ~~SECRET~~

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A SUBSTANTIVE VIOLATION. HOWEVER, AS LEGATS HONG KONG AND
MANILA ARE AWARE, [REDACTED]



FINALLY, IF CONTACTS OF LEGATS HONG KONG AND MANILA HAVE
SPECIFIC LEADS TO BE COVERED IN THE U. S. BY THE FBI REGARDING
NHB'S ACTIVITIES, THEY CAN BE HANDLED UNDER FPC.

BT

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FB

BUTEL TO LEGATS HONG KONG AND MANILA
RE: NUGAN HAND BANK (NHB)
FPC

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NOTE:

THE NHB IS ONE OF A NUMBER OF FINANCIAL INSTITUTIONS USING VARIATIONS OF THE NUGAN HAND NAME (FRANK NUGAN - AUSTRALIAN CITIZEN; [REDACTED] THE NUGAN HAND ENTERPRISES HAVE HIRED PROMINENT PEOPLE, INCLUDING [REDACTED] AS REPRESENTATIVES IN THE UNITED STATES, AND ACQUIRED OLD, WELL-KNOWN, EUROPEAN BANKING INSTITUTIONS.

FOR YEARS THERE HAVE BEEN NUMEROUS ALLEGATIONS THAT THE NUGAN HAND ENTERPRISES, WHICH ARE WORLDWIDE, HAVE BEEN CONDUITS FOR WASHING MONEY FOR AUSTRALIAN, AND PERHAPS AMERICAN, ORGANIZED CRIME ELEMENTS, AS WELL AS CORRUPT SOUTHEAST ASIAN GOVERNMENT OFFICIALS AND INDIVIDUALS INVOLVED IN NARCOTICS TRAFFICKING. THEY WERE ALSO ALLEGED TO BE INVOLVED IN THE HANDLING OF U. S. COUNTERFEIT CURRENCY. NONE OF THESE ALLEGATIONS HAVE EVER BEEN PROVEN, ALTHOUGH FRANK NUGAN WAS UNDER INVESTIGATION BY SEVERAL LAW ENFORCEMENT AGENCIES IN AUSTRALIA. HE WAS FOUND DEAD, APPARENTLY OF A SELF-INFLICTED GUNSHOT WOUND, IN AUSTRALIA IN JANUARY, 1980. [REDACTED] WHEREABOUTS ARE UNKNOWN.

THE NHB, HONG KONG, HAS RECENTLY FAILED. INITIAL ESTIMATES OF LOSS TO DEPOSITORS IS HONG KONG \$21 MILLION (U.S. \$4 MILLION). [REDACTED]

THIS MATTER WAS COORDINATED WITH JAMES K. HALL, SECTION CHIEF, FOIA, RECORDS MANAGEMENT DIVISION, AND [REDACTED] WHITE COLLAR CRIMES, CRIMINAL INVESTIGATIVE DIVISION.

WHA

~~SECRET~~

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8/13/82

UNCLAS E F T O

PRIORITY

FM DIRECTOR FBI (163-45612)

TO AMEMBASSY CANBERRA

ATTN: LEGAL ATTACHE (163-4)

BT

UNCLAS E F T O

NUGAN HAND BANK, FPC.

REURTEL AUGUST 9, 1982.



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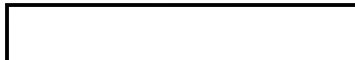
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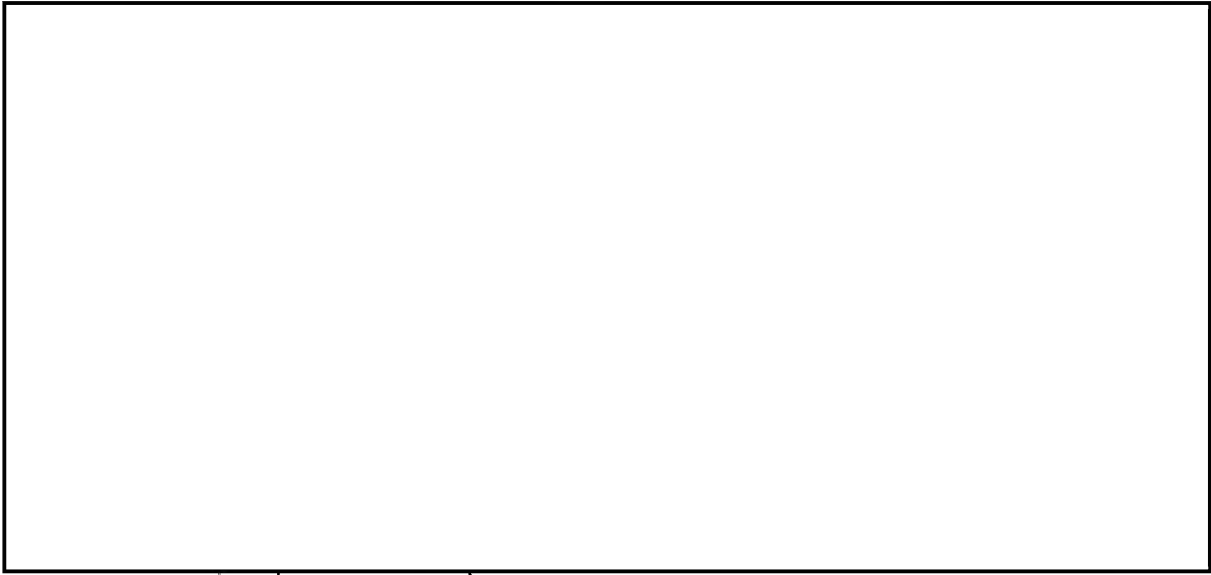


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DATE 2/16/90 BY SP5C/LMS

163-45612-64

ENCLOSURE



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8/13/82

UNCLAS E F T O

PRIORITY

FM DIRECTOR FBI (163-45612)

TO AMEMBASSY CANBERRA

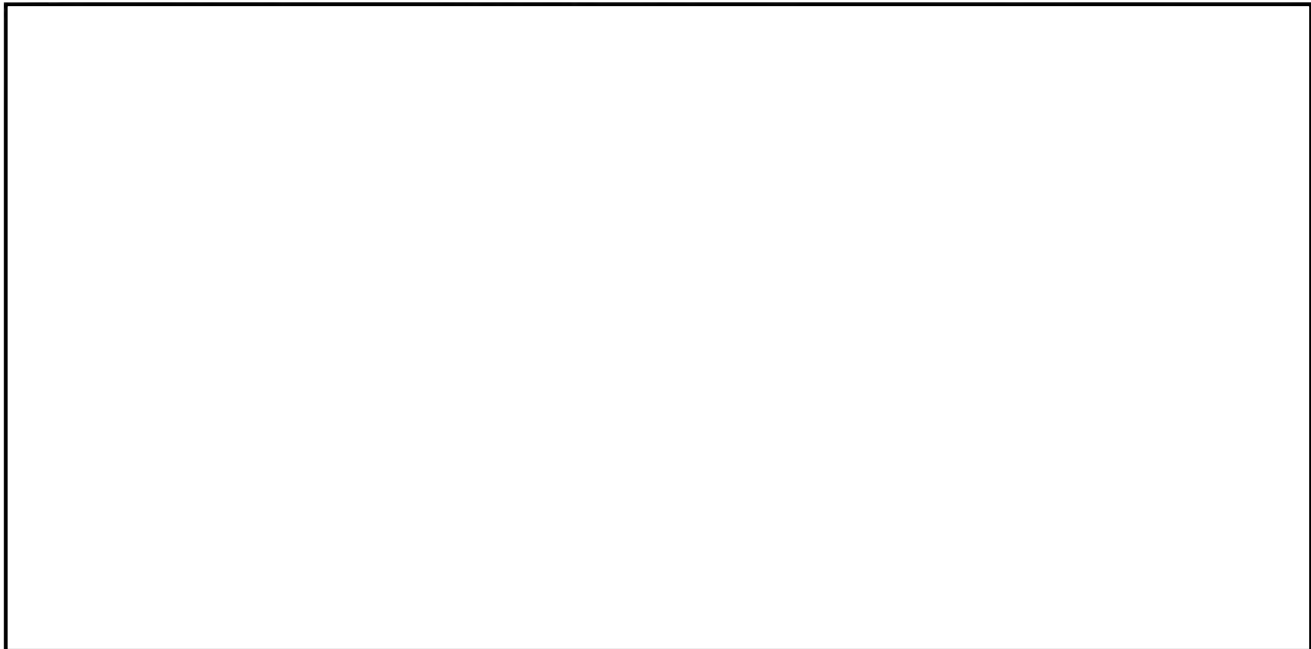
ATTN: LEGAL ATTACHE (163-4)

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UNCLAS E F T O

NUGAN HAND BANK, FPC.

REURTEL AUGUST 9, 1982.



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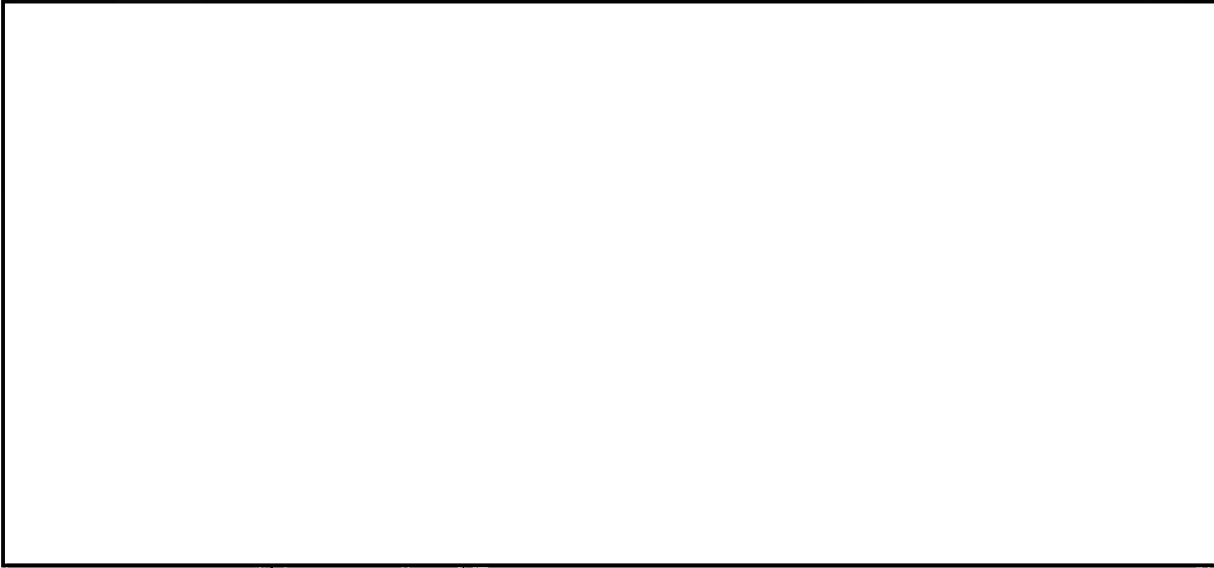
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BT

I

Mr. O. B. Revell

8/31/82

Mr. J. W. Greenleaf

INTELLIGENCE OVERSIGHT BOARD MATTERS
REQUEST FOR INFORMATION CONCERNING
NUGAN HAND, LTD.

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PURPOSE:

To provide the substance of a request telephonically received from [redacted] Counsel, President's Intelligence Oversight Board (IOB), The White House, concerning any derogatory information the FBI may have developed relative to former U.S. intelligence community officials involved in a business relationship with Nugan Hand, Ltd., a now defunct private Australian banking concern allegedly involved in a world-wide swindle of investors.

DETAILS:

On 8/27/82, Unit Chief [redacted] OPR, Inspection Division, received a telephone call from [redacted] Counsel, President's IOB, The White House. [redacted] advised he was calling the Inspection Division relative to a recent newspaper article which appeared in the Wall Street Journal on 8/24/82, relative to Nugan Hand, Ltd. (attached). In summary, [redacted] noted that the lengthy article referred to the fact that Nugan Hand, Ltd., was allegedly involved in a major swindle that spanned several continents and bilked investors out of millions of dollars. He further stated that the article indicated that numerous former high-ranking officials of the U.S. intelligence community were alleged to be in the employ of Nugan Hand, Ltd., and in particular noted that William Colby, former Director of the CIA, was on retainer for this company. He also indicated that there was a reference in the article to the fact that several U.S. agencies, mainly the CIA, the FBI and the U.S. Customs Service, all have information on Nugan Hand, Ltd., and have refused to release it to help the current criminal and civil investigations being conducted by the Australian Government.

[redacted] advised that within the mandate of the IOB, as it relates to the intelligence community, he was contacting the FBI in an effort to determine if any derogatory information had

Encls.

- 1 - Mr. Revell
- 1 - Mr. O'Malley
- 1 - Mr. Mintz
- 1 - Mr. Greenleaf
- 1 - OPR

1 - 163-45612
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CONTINUED - OVER

ALL INFORMATION CONTAINED
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DATE 2/16/90 BY SP5cul DmS

Memorandum From Mr. Greenleaf to Mr. Revell
Re: Intelligence Oversight Board Matters
Request for Information Concerning
Nugan Hand, Ltd.

been developed during the course of any FBI investigation conducted relative to Nugan Hand, Ltd., which indicates misconduct or criminality on the part of any of the named former intelligence officials in the Wall Street Journal, including Mr. Colby. During the telephone conversation, [redacted] stressed on several occasions that he was not interjecting the IOB into any substantive criminal matter which the FBI may be investigating concerning Nugan Hand, Ltd., but wished to be advised of any derogatory information if available concerning former officials of the U.S. intelligence community, which would come under the purview of the IOB.

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[redacted] was advised at the conclusion of the telephone conversation that an appropriate review would be conducted of available FBI Headquarters records concerning Nugan Hand, Ltd., and in particular as it relates to his request for information concerning misconduct or criminality on the part of any former U.S. intelligence community officials.

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A review of FBI Headquarters indices concerning Frank Nugan, [redacted] and Nugan Hand, Ltd., has revealed one main file reference titled "Nugan Hand Bank; PPC," Bureau file 163-45612. In addition, there are several "see references" to these individuals which are not directly related to this matter.

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A review of Bureau file 163-45612 reveals that the bulk of the PPC inquiries conducted by the FBI in this file [redacted]

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By Bureau teletype to the U.S. Embassy, Canberra, attention Legat, dated 8/13/82 (attached), FBI Headquarters responded to [redacted] concerning [redacted]

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[redacted] It is also noted this Bureau's main file has been processed under FOIPA and released to certain individuals who are apparently victims of Nugan Hand Bank and certain of these

Memorandum From Mr. Greenleaf to Mr. Revell
Re: Intelligence Oversight Board Matters
Request for Information Concerning
Nugan Hand, Ltd.

articles have apparently been released to the Australian press
and apparently to U.S. media sources.

RECOMMENDATIONS:

1. That Criminal Investigative Division (CID) and
Intelligence Division (INTD) conduct appropriate review to determine
if any substantive investigations have been or are presently
being conducted concerning Nugan Hand, Ltd., and in particular
whether any of the named former U.S. intelligence community
officials are involved in these investigations.

2. That upon completion of CID and INTD responses,
appropriate contact be made with [] to advise him of any
information as related to his request.

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Australian Mystery

Fall of a Banking Firm Spotlights the Roles Of High U.S. Officials

Frank Nugan's Violent Death Opens Lid on Odd Traffic In Dope, Foreign Funds Politicians Charge Cover-Up

By JONATHAN KWITNY

Staff Reporter of THE WALL STREET JOURNAL

SYDNEY, Australia—At 4 a.m. Sunday, Jan. 27, 1980, a police sergeant and a constable, according to their testimony, were patrolling a lonely stretch of highway 90 miles from here when they spotted the parking lights of a Mercedes on an old road off in the woods. Inside the car, slumped across the front seat in a puddle of blood, was the body of a 37-year-old man with a new rifle in his hands.

They searched his pockets and found the business card of William Colby, the former

U.S. director of central intelligence. On the back of the card was the itinerary of a trip Mr. Colby planned to make to Asia in the next month. The two policemen also found a Bible with a meat-pie wrapper interleaved at page 252; on the wrapper were scribbled the names of Mr. Colby and U.S. Rep. Bob Wilson of California, then the ranking Republican on the House Armed Services Committee.

All this might sound like the beginning of a Hollywood spy movie, but the studios would have to assign their most imaginative scriptwriters to produce a tale as startling as the real-life events that have followed that grisly discovery more than two years ago. The body was quickly identified as that of Frank Nugan, the chairman of a group of companies affiliated with the private Australian banking concern of Nugan Hand Ltd. Since then, investigations have pieced together a picture of an amazing swindle that spanned six continents and bilked investors out of millions of dollars.

A Political Issue

More perplexing yet, evidence has turned up that Nugan Hand bank was deeply involved in moving funds about the world for big international heroin dealers and also might have been involved in the shady world of international arms traffic. To cap it off, the offices of Nugan Hand and its affiliates were loaded with former high-ranking U.S. military and intelligence officials (see story on Page 22).

This has convinced many Australians that the company was involved in secret work for the U.S. government. Despite official denials from Washington, the issue has refused to die and has become one of the central debating points in Australian politics.

The issue of U.S. investment may be hard to resolve because many of the essential records were destroyed. Within hours after the discovery of Frank Nugan's body, telephones began ringing urgently all over the world. One was on the desk in Manila of three-star U.S. Gen. LeRoy J. Manor, the recently retired chief of staff for all U.S. forces in Asia and the Pacific. After his retirement, Gen. Manor had been on secret duty for the Air Force and at the time of Mr. Nugan's death he was helping run Nugan Hand's Philippine office.

Ransacking the Files

According to Nugan Hand's public-relations man, Tony Zorilla, Gen. Manor called him and told him to stop the wire services from reporting Mr. Nugan's death. Mr. Zorilla says he replied that this would be unethical and impossible, and he refused. (Gen. Manor would describe his activities with Nugan Hand only in general terms, and he wouldn't discuss this incident.)

Halfway around the world, Rear Adm. Earl P. "Buddy" Yates, the recently retired chief of staff for strategic planning for U.S. forces in Asia and the Pacific, heard the news and immediately jetted to Sydney, Nugan Hand's main office. Adm. Yates was the president of Nugan Hand, though he lived in Virginia Beach, Va. En route to Sydney, he met Nugan Hand's vice chairman, Michael Hand, a highly decorated Green Beret during the Vietnam War and a former U.S. intelligence operative, coming from London. They raced to the Nugan Hand office and with a few other insiders began ransacking the files.

According to witnesses, enough records to fill a small room were fed to a shredder. Others were packed in cartons, with everyone helping, and carried at night to the back room of a butcher shop owned by Robert W. Gehring, a former Army sergeant in Vietnam. Mr. Gehring worked for Maurice Bernard Houghton, a mysterious Texan who has owned several bar-restaurants in Sydney and who had played an active role in Nugan Hand's affairs since its inception in 1973.

A Lawyer's Advice

Mr. Houghton not only joined the rape of the files, but also brought his lawyer, Michael Moloney, to direct it. According to the testimony of Stephen K. A. Hill, a Nugan Hand director who joined the record-rifling that week, Mr. Moloney urged the group on by warning, "I am fully aware of what has been going on. You all face jail terms of up to 16 years."

According to Mr. Hill's testimony, the burly Mr. Hand then broke in to say that if Mr. Moloney's orders to sanitize the files before the law arrived weren't followed, "terrible things" would happen—"Your wives will be cut up and returned to you in bits and pieces."

Mr. Moloney in a recent interview said, "Sure, I advised Hand to take documents out of the office. I was told there were serious deficiencies in the accounts. Everything

Exec AD Adm. _____
Exec AD Inv. _____
Exec AD LES _____
Asst. Dir.:
Adm. Servs. _____
Crim. Inv. _____
Ident. _____
Insp. _____
Intell. _____
Lab. _____
Legal Coun. _____
Off. Cong. &
Public Affs. _____
Rec. Mgnt. _____
Tech. Servs. _____
Training _____
Telephone Rm. _____
Director's Sec'y _____

I did I talked about with Yates first." (Adm. Yates refuses to discuss any part of his activities with Nugan Hand.)

A few months later, on April 11, 1980, Nugan Hand went into liquidation. And the secrets that were so frantically being destroyed after Frank Nugan's death began to be reconstructed. Exposed to view, like maggots, were dozens of affiliated corporations, with little or no real assets, that Nugan Hand had set up to help its clients avoid taxes and move money overseas secretly and often illegally. Mr. Nugan had boasted that \$1 billion a year passed through these companies.

Still unanswered is the question of why so many high-ranking U.S. military and intelligence officials were working for the company. The CIA has denied involvement, and the State Department says that Nugan Hand wasn't in any way a U.S. government operation. But liquidators of the company and various Australian law-enforcement officers express anger and bewilderment that the CIA, the FBI and the U.S. Customs Service, all of which have information on Nugan Hand, have refused to release it to help in the current criminal and civil investigations.

The Washington Post _____
Daily News (New York) _____
The New York Times _____
The Wall Street Journal _____
The Chicago Tribune _____
The Los Angeles Times _____
The Christian Science Monitor _____

Date 8-24-82

Page 11 FBI DO.

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"It has obvious overtones that somebody is covering something up," says the court-appointed Australian liquidator, John O'Brien.

From its base in Sydney, Nugan Hand had opened at least 22 offices around the world, including four in the U.S. After the company failed, anguished messages poured in from individuals who had invested money at above-market interest rates in securities sold by Nugan Hand and who now stood to lose everything. Liquidators say the official shortfall could reach \$50 million. The victims include many Americans, not only on the U.S. mainland but also at construction sites in Saudi Arabia and at military bases and legations throughout the Far East, Hawaii and the Philippines.

Nugan Hand carried out its operations with intense secrecy. Cables and interoffice messages were in code and often were marked "Destroy After Perusal." Company employees and customers were referred to by coded serial numbers rather than by name, and even references to foreign currencies were disguised: "Oats" stood for Swiss francs, "grains" for U.S. dollars and so forth down to "berries" for Portuguese escudos.

An Impossible Job

-This, plus the obvious phoniness of many of the transactions carried on between companies within the Nugan Hand galaxy, makes the job of settling claims by creditors almost impossible. "We wouldn't be able to pay 1%" on outstanding claims, says a liquidator. Many creditors aren't even bothering to file claims, apparently fearful that to do so would expose them to prosecution for illegal deals carried out with the aid of Nugan Hand.

Currently, liquidators in Sydney, Hong Kong and the Cayman Islands are investigating the company, and often working at cross purposes, seeking to recover assets. Criminal investigations are being conducted by the New South Wales attorney general's office and by a joint task force of the New South Wales police and the Commonwealth police. The Royal Commission on Drugs ran into Nugan Hand so much that it has recommended a separate Royal Commission be appointed just for Nugan Hand.

In June 1980, Mr. Hand, disguised and using a phony passport, flew to the U.S., apparently via Fiji and Vancouver. He hasn't been seen since.

Leaving Australia about the same time as Mr. Hand was his closest friend and adviser, Bernie Houghton. Mr. Houghton has a broad acquaintanceship with many high-ranking U.S. officials. As a civilian, he daringly traded goods all over the Southeast Asian war zone in the 1960s. Though his restaurant is in a sleazy district of Sydney that swarms with prostitutes and sex shows, he has frequently welcomed congressmen, CIA officials and military brass there. A few weeks before Mr. Nugan died, Mr. Houghton played host, at a luncheon and later a dinner, to five members of the House Armed Services Committee who were in Australia to inspect defense and intelligence-gathering facilities. He arranged for Rep. Wilson and another congressman and their wives to dine with Mr. Hand. Last year, Mr. Houghton returned to Australia. Authorities have questioned him at length, but he avoids reporters.

Exhuming a Body

With the scandal refusing to die down in Australia, reports began to circulate that the body in Frank Nugan's grave wasn't his and that he was still alive and hiding out in the U.S. Once he was reported having been seen in a bar in Atlanta. Finally, in February 1981, officials ordered the body exhumed. With gruesome diligence, Australian TV covered the event by interviewing practically everyone in the area. ("Some are dry, some are wet," one gravedigger told interviewers, complaining that Mr. Nugan was "wet" and therefore "very messy.") A dentist definitely identified the remains as those of Mr. Nugan.

Stymied by the lack of progress in the investigation of the company's affairs, the National Times, an Australian newspaper, petitioned the FBI under the U.S. Freedom of Information Act for information it had on Nugan Hand. The newspaper was told that of some 151 pages of material in FBI files, it could see 71. But when the papers arrived, they resembled a collection of Rorschach tests, with page after page blacked out in heavy ink and bearing the notation "B-1," indicating that disclosure would endanger U.S. "national defense or foreign policy." What was left was a few pages of more or less routine information, such as a copy of a Nugan Hand subsidiary's petition for incorporation in Hawaii.

In response to more-official Australian demands, the State Department sent a two-man FBI delegation to Sydney in April, 1982. But the two men stonewalled, telling law-enforcement officials that the FBI had already given its information to an appropriate Australian agency; they wouldn't say which agency or re-release the material. Australian state and national police investigating Nugan Hand say that they have never received the information. The only other likely recipient would appear to be the Australian Security Intelligence Organization (ASIO), a secret counterspy group that long has worked closely with the CIA.

By law, ASIO can give information only to Prime Minister Malcolm Fraser or his attorney general. Mr. Fraser says the U.S. has assured him that it had no connections with Nugan Hand, and he has rejected opposition-party demands for a top-level probe. But the continuing parliamentary debate could rekindle the once-hot political controversy over vital CIA bases here. These bases monitor U.S. satellites watching the U.S.S.R. and China and direct the U.S.'s nuclear submarines.

The opposition Labor Party—which now leads Mr. Fraser's Liberal Party in some polls—has openly questioned whether the CIA, through ASIO, helped topple Australia's last Labor government, led by Prime Minister Gough Whitlam. The CIA has denied this. Now suspicions have been raised that Nugan Hand, which handled enormous amounts of money, may have been used to channel funds to favored Australian political candidates.

When Vice President George Bush visited Australia this April, Labor Party leader Bill Hayden—a strong possibility to become prime minister—used his 30-minute meeting with Mr. Bush mostly to press for the release of details on the Nugan Hand and Whitlam affairs. Mr. Bush only gave his assurances that the CIA wasn't involved in either matter. Mr. Bush was the CIA director in 1976, succeeding Mr. Colby, who later was to become a lawyer for Nugan Hand.

A Secret Wiretap

Suspicious of a government cover-up could be heightened by a disclosure by Australian liquidator O'Brien. He says that he has learned from the government-run telephone company that Frank Nugan's phone conversations were secretly recorded the last two years of his life on a device installed at the phone company, apparently by a government agency. Mr. O'Brien says phone-company officials have told him that the tapes—which might solve the mystery of who was behind Nugan Hand—aren't at the company anymore.

Wiretap authority is tightly restricted in Australia, being allowed only in cases involving national security or narcotics investigations, according to the Commonwealth attorney general's office. State and national police have reported that they don't know anything about a wiretap on Mr. Nugan. Again, this points the finger at ASIO.

Australian immigration records show that a senior ASIO official, Leo Carter, vouched for Nugan Hand's ubiquitous Mr. Houghton when he entered Australia in February 1972 with an expired visa. On ASIO's word, Mr. Houghton received a visa allowing him to come and go from Australia at will. Mr. Carter has died, and ASIO won't comment on this.

Presumably the most sensitive of Nugan Hand's records were shredded right after Mr. Nugan died. But the remaining records hold many suggestions that the company may have been much more than a banking venture.

Notes on Troop Movements

The records contain long, periodically filed reports about military and political activities, mostly in Kampuchea (Cambodia), but also in Laos, Vietnam and Thailand. There is no concrete evidence that Nugan Hand was an active participant in U.S. covert operations. However, these detailed reports of troop movements appear unconnected to any banking or business activity. They were prepared by Nugan Hand's Bangkok representative, John Owen, a former career British navy officer, and bear notations that they were to be shown to Mr. Hand.

The files also show that Nugan Hand worked on big international arms deals, though it isn't clear what, if anything, was shipped.

For example, there were proposed transactions in 1979 for a partnership with Prince Panya Souvanna Phouma, the son of the former Laotian leader Souvanna Phouma. In one letter, Prince Panya took three pages to list available weapons, including missiles, light and heavy armor, tanks, combat helicopters and F-104 fighter planes and naval patrol planes. Nugan Hand memos indicate that the weapons were intended for delivery to Indonesia and Thailand. They also discuss creation of a private, freight-oriented airline in Southeast Asia (to be called "Sky of Siam") and other deals with Prince Panya.

Memos show that in 1975 Mr. Hand was arranging the sale to Rhodesia of rifles, mortars, grenade launchers and machine guns, and was negotiating for shipments of Rhodesian ivory.

Mr. Houghton has acknowledged in testimony that in 1979 he met in Switzerland with Edwin Wilson, the former CIA officer who is now in U.S. custody, who is charged with selling explosives in Libya and who is alleged to have supplied trained men, arms and technology to Libya and other military buyers. A former Nugan Hand representative in Thailand, Neil Evans, has testified that Mr. Wilson went to Bangkok to discuss arms deals with Mr. Hand. Other Nugan Hand officials, however, deny Mr. Evans's story.

There seems no denying, however, that Nugan Hand was heavily involved with drug dealers. Murray Stewart Riley, a former Sydney policeman now serving time in Australia for attempting to import a boatload of marijuana from Thailand, was a regular customer of the firm. So were Riley's associates, who deposited drug money in Sydney and withdrew it in Asia.

Riley's business was brought to the bank, according to extensive testimony, by Harry Wainwright, a former San Francisco criminal lawyer who fled to Australia in 1973 after being indicted in the U.S. for income-tax evasion.

Testifying from prison two years ago for an Australian Royal Commission looking into drug trafficking, Riley said his heroin and marijuana imports were intended for the U.S. market. In the words of the commission, he said "that he had been informed that Nugan Hand offered a facility to transfer funds from Hong Kong to the United States."

Over \$1 Million of Drugs

Investigators say that they have traced about \$250,000 that Riley moved to Asia via Nugan Hand and that they believe the final figure will exceed \$1 million. They say they believe that much of the heroin was transshipped to the U.S. in containers that were repaired by a dockside welding firm in Australia that was closely tied to the dope dealers. They believe that another heroin ring tied to Nugan Hand used a similar system.

Apart from their connection with the bank, Michael Hand and Frank Nugan had been viewed suspiciously by narcotics agents for some time. As early as 1973, the Australian Narcotics Bureau began a file on Mr. Hand based on reports that he and K.L. "Bud" King, a former pilot for Air America airline had been flying dope in from Asia to an Australian airstrip. Air America was a Vietnam war-era airline, with close connections with the CIA. U.S. drug-enforcement officials now acknowledge that the airline also occasionally ran heroin out of Southeast Asia's famed "Golden Triangle" poppy-growing area.

The landing strip involved in the 1973 Australian Narcotics Bureau report was on a real-estate development promoted by American singer Pat Boone and financed by millionaire shipping magnate D.K. Ludwig. Mr. Hand had worked as a salesman for the project for several years after he came to Australia in 1967 and later asserted that he had made a fortune from his land sales.

The report of the illegal drug flights came from a lawyer representing Mr. King's housekeeper. Mr. King, who also worked for the Boone-Ludwig project, has since died in a fall. The report was released recently among many files turned over to the Australian parliament by three former narcotics officers who contend that the narcotics bureau covered up information on Nugan Hand drug dealings.

Meeting an Opium Overlord

Other released files include information on alleged Nugan Hand drug deals supplied by Andrew Lowe, formerly Sydney's biggest heroin dealer (by his own assessment), who recently completed a prison sentence for his dope deals. Mr. Lowe has testified that he arranged a meeting between Mr. Hand and Khun Sa, the Golden Triangle's biggest opium overlord, though there is no way to verify that.

Through meticulous police work, however, Australian officials have documented in a still unreleased report a series of transactions tying Nugan Hand not only to drug dealing but also possibly to a series of contract murders in which the so-called Mr. Asia heroin syndicate eliminated at least three persons who were informing Australian police about drug activities. Authorities say the "Mr. Asia" group's heroin circulated in the U.S. and elsewhere and brought at least \$100 million cash to the syndicate's operators.

According to testimony from dope ring and bank insiders, corroborated by telephone logs and other evidence, the syndicate was linked to the bank through a two-man Sydney law firm that represented both Mr. Nugan and various members of the heroin syndicate. The firm's senior partner, John Aston, used Nugan Hand for personal financial dealings and helped bring in other clients. And the law office was used as a drop-off point for bank clients who wished to remain secret; they left parcels of cash or other items at the law office for pick-up by bank representatives.

One parcel that bank director George Shaw, a major operational figure at Nugan Hand, says he picked up at the law office March 26, 1979, contained \$285,000 in small bills. This money has been traced through a laundering process involving a soft-drink firm that Nugan Hand had acquired (apparently because it dealt in big quantities of cash) and through accounts at different banks in Hong Kong, New York, Boston and Singapore.

Eventually the \$285,000 was paid out in checks from Nugan Hand's Singapore office to a man identified by British police as the Singapore leader of the heroin syndicate. The payout was personally arranged by Mr. Hand in Singapore as instructed in a coded telex from Mr. Nugan in Sydney. This complicated money movement was a standard procedure Nugan Hand used for clients wishing to evade Australia's strict currency control laws, designed to keep capital at home.

Admirals, Generals, Ex-CIA Men Took Prominent Roles in Nugan Hand Bank

By a WALL STREET JOURNAL Staff Reporter

SYDNEY, Australia—Enough top-ranking U.S. military and intelligence officers worked for Nugan Hand to run a small-sized war. The list includes:

ADM. EARL "BUDDY" YATES, a 1943 graduate of the U.S. Naval Academy, Legion of Honor winner in Vietnam, and commander of the aircraft carrier USS John F. Kennedy. Then he was the chief of staff for plans and policy of the U.S. Pacific Command, in charge of all strategic planning from California to the Persian Gulf, until his retirement in July 1974. He became the president of Nugan Hand bank early in 1977, recruited by Maurice Bernard Houghton, who apparently is an old friend.

GEN. LEROY J. MANOR, the chief of staff for the entire Pacific Command until he retired in July 1978 to undertake new duties that the Air Force says are so secret that it can't talk about them. These duties are generally known to have included negotiating the 1979 agreement with the Philippine government for continuance of the U.S. military bases there (which Gen. Manor used to command) and investigating the failed hostage rescue raid in Iran in 1980 (an assignment that apparently stemmed from his having designed and commanded the 1970 raid on a North Vietnamese prison camp that failed to find any U.S. prisoners). A much-decorated Air Force three-star general, he also had been the special assistant to the Joint Chiefs of Staff at the Pentagon for "counterinsurgency and special activities." He joined Nugan Hand's Manila office, allegedly to run it (which he denies), in 1979.

GEN. EDWIN F. BLACK a 1940 graduate of West Point. He entered the Office of Strategic Services (OSS), which later became the CIA, and was the OSS commander in Berlin. He was the chief administrative aide to and frequent chess opponent of Allen Dulles, who became the head of the CIA. He was the wartime boss and then tennis partner of Richard Helms, who also became the head of the CIA. He was on the National Security Council staff under President Eisenhower and later the commander of all U.S. troops in Thailand during the Vietnam war, before becoming assistant Army chief of staff for the Pacific. He retired in 1970 to become executive vice president of the Freedoms Foundation in Valley Forge, Pa., a group promoting conservative politics. He also worked for LTV Corp., an important CIA contractor. In 1977, he became the president of Nugan Hand Inc., Hawaii, and special representative of the overall organization, making frequent trips to Asia. He says he was recruited by Adm. Yates and another admiral.

GEN. ERLE COCKE JR., whose entry in Who's Who in America says that during World War II he was "prisoner of war three times, actually 'executed' by a German firing squad and delivered the *coup de grace* but survived 1945." He held various posts with the Defense Department and as an executive with Delta and then Peruvian airlines. He is a former national commander of the American Legion, honorary commander of the Nationalist Chinese Air Force and holder of the French Legion of Honor and top medals from Spain, the Philippines and Italy. Now listed as a retired general with the U.S. National Guard and a consultant. His consulting office served as Nugan Hand's Washington office.

WILLIAM COLBY, the U.S. director of central intelligence, 1973-76. He ran intelligence programs in Vietnam during the war. In 1979 and 1980, as a lawyer with the Wall Street firm of Reid & Priest, he worked for Nugan Hand on a variety of matters—tax problems; the Foreign Corrupt Practices Act; an abortive project to relocate Indochinese refugees on an island in either the Caribbean or the Pacific; an attempt to take over a Florida bank; the operations of Nugan Hand's mysterious Panama branch, and the problems surrounding Mr. Nugan's death. Mr. Colby submitted \$46,000 in bills, which weren't paid. A \$10,000 check for his retainer was issued but never cashed.

WALTER McDONALD, a career CIA officer since 1975 and deputy director in charge of economic research from 1972 to 77. Then, while still in the CIA, he helped his former boss, onetime CIA Director James Schlesinger, set up and run the U.S. Energy Department. He served on the National Foreign Intelligence Board, the senior advisory group in the intelligence community. He announced his retirement in 1979, went into consulting and almost immediately by his own account began spending most of his time with Nugan Hand, traveling in the U.S. and Europe with Mr. Nugan and talking with him daily.

GUY PAUKER, a Rand Corp. staff member who has advised the CIA and other government agencies since the 1950s, although he denies reports that he is a career employee of the CIA. Mr. McDonald, whom he calls his "good friend," once said that Mr. Pauker has long had frequent personal access to White House national security advisers, including Henry Kissinger and Zbigniew Brzezinski. Mr. Pauker went to work as a consultant to Nugan Hand after Adm. Yates introduced him to Messrs. Nugan and Hand. He, in turn, introduced them to Mr. McDonald. Mr. Pauker says he wasn't involved in any completed deals for the bank.

DALE HOLMGREN, a former U.S. Army officer in Taiwan who became manager of flight services for Civil Air Transport, a CIA-run airline in the Far East. He then went into business in Taiwan. He opened the Nugan Hand branch in Taipei in 1978 as a one-man representative. Adm. Yates once said that Mr. Holmgren had long worked with the U.S. military in Taiwan to develop "within the social structure of the Chinese in Taipei a close relationship with the U.S. military forces and the business and government community." Adm. Yates also said that Mr. Holmgren had worked for Nugan Hand without pay at least for a while because he had an independent income.

ROBERT "RED" JANSEN, a former CIA station chief in Bangkok who advised Thai governments through almost daily meetings with the prime minister in the early 1970s, according to persons close to them. He worked for Nugan Hand there in 1978, although he apparently severed his relationship that year (according to a colleague, because he was warned by the U.S. embassy that his presence at the bank had aroused suspicion). Mr. Jansen apparently has an unlisted number and couldn't be reached for comment.

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Director's Sec'y _____

The Washington Post _____
Daily News (New York) _____
The New York Times _____
The Wall Street Journal 22
The Chicago Tribune _____
The Los Angeles Times _____
The Christian Science Monitor _____

Date 8-24-82

Page 14 FB/DC

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Airtel

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EXCEPT WHERE SHOWN
OTHERWISE

9/7/82

b6
b7C

Director, FBI

SAC, Alexandria

308, 506
FOI/PA # 284,655
APPEAL # _____
CIVIL ACT. # _____
E.O. # 12,356
DATE 11/25/88 INITIALS DMS
2/16/90 DMS

(AX 58-222)

(AX 97-7)

~~21/4/90~~
~~11/25/88~~
Classified by SP5C/DMS
Declassify on: OADR 284,655
308, 506

Enclosed for the information of Alexandria (AX) are two (2) copies each of newspaper articles appearing in The Sydney Morning Herald on 9/25/80, 9/26/80, 9/27/80, and 9/29/80, and The Wall Street Journal on 8/24/82, 8/25/82, and 8/26/82, concerning Frank Nugan, Michael Hand, and the Nugan Hand Bank.

As indicated in enclosed articles, there have been numerous allegations that the Nugan Hand Bank, an Australian enterprise with branches worldwide, has been a conduit for washing money for organized crime elements and individuals involved in narcotics trafficking. The bank, or its principals, have also reportedly been involved with tax fraud schemes (providing paper losses for clients) and gun running in Southeast Asia. A number of retired United States (U.S.) military officials of General and Admiral rank, and retired Central Intelligence Agency (CIA) officials, worked for Nugan/Hand.

Enclosures (16)

- 1 - Mr. Helterhoff
- 1 - Mr. Klein
- 1 - Mr. Adamski
- 1 - Mr. Van Baler
- 1 - Mr. Hart
- 1 - Mr. Hunt

① - 163-45612 file

1 - AX 58-222 file *RLH*

1 - AX 97-7 file

BUFILE 97-5427

RLH:mlf (12)

DUPLICATE YELLOW

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file in
163-45612 RLH

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Airtel to S.I.C., Alexandria

Re: [REDACTED]

(A. 50-111)

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[REDACTED]
(AX 97-7)

For the information of AX, FBIHQ has received inquiries, from various branches and agencies of our Federal Government, concerning the extent of Federal Bureau of Investigation (FBI) investigation of Kugan Hand Bank, its principals, and former U.S. officials associated with that bank. Review of FBIHQ indices reveals that FBI investigation in these matters [REDACTED]

b7D

However, the following connections between Kugan Hand Bank principals and subjects of captioned investigations were noted:

[REDACTED] is reportedly [REDACTED]
[REDACTED]

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Enclosed Wall Street Journal articles indicate that Houghton has acknowledged meetings with Wilson in Switzerland in 1979. Wilson also reportedly met with Hand in Bangkok to discuss arms deals.

[REDACTED] former employee, [REDACTED] has advised that [REDACTED] met with [REDACTED]
[REDACTED]

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Airtel to SAC, Alexandria

RE:

[REDACTED]

(AX 55-222)

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[REDACTED]

(AX 97-7)

[REDACTED] has advised that [REDACTED] stated that [REDACTED]

[REDACTED] also advised that [REDACTED] had introduced [REDACTED]

The Sydney Morning Herald reflects that in 1969 four U.S. citizens working for Air America were shareholders with [REDACTED] in a property and tourism venture in Australia. Although a connection between [REDACTED] at that time has not been established, it is noted that [REDACTED]

As previously mentioned, there are [REDACTED]

AX is requested to pursue, during the course of captioned investigations, the involvement of captioned subjects with the Mugan Hand Bank and its principals. It appears that [REDACTED]

[REDACTED] Any inquiries directed to [REDACTED]

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Airtel to SAC, Alexandria

RE: [REDACTED]

(AX 58-222)

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[REDACTED]
(AX 97-7)

NOTE: FBIHQ indices reflect the following references concerning Frank Nugan, [REDACTED] and Nugan Hand Bank: 163-45612, 87-0-9028, and 64-175 sub. 303 serial 391. There are also numerous 190 references concerning FOI requests. WCC Financial Crimes Unit Chief, [REDACTED] and Supervisor [REDACTED] Division 5 Foreign Liaison Unit, [REDACTED] Supervisor [REDACTED] on 5/2/82, and 6/30/82, respectively, regarding status of FBI investigations on Nugan Hand Bank matters.

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2 The Sydney Morning Herald, Thurs, Sept 25 1980 2

The last 20 frantic days of Frank Nugan's life

Desperate bid to save bank empire

Before Frank Nugan shot himself last January, he lived a frantic 20 final days of international dealings, long-haul jet flights and brief stays at top hotels.

The shot from his high-powered rifle, in a car parked on a lonely dirt track near Lithgow, wiped out much of the story of his last 20 days; but it is known that life had started to go very wrong for the outwardly confident and successful young captain of finance.

The merchant bank he founded with Michael Hand had immense problems which were to surface only after his death.

His last days seem to have been spent in desperate efforts to prop up the collapsing empire.

But he also was nagged by allegations made at the NSW Royal Commission hearings into Drug Trafficking that the Nugan Hand bank was being used to transfer money for international drug deals.

The diary of his last days begins in Sydney.

January 7, 1980: Frank Nugan goes to Bondi police station and picks up a shooter's licence.

He had handled firearms as a school cadet, but shooting was not one of his hobbies.

Also on January 7, members of the influential US House of Representatives Deference Subcommittee flew to Sydney from Auckland.

Mr Bob Wilson, of California, is the ranking Republican on his committee, which monitors the \$15.4 billion American military budget.

Among notes found on Frank Nugan's body 20 days later was one with Congressman Wilson's name on it. Underneath his name was the name Bill Colby. Mr Colby is a former chief of

the CIA, who took up a Washington law practice after President Gerald Ford dismissed him. Mr Colby worked as a legal adviser to the Nugan Hand bank.

Congressman Wilson says he knows Michael Hand, the partner in Frank Nugan's bank, but asserts he never met Frank Nugan.

On the night of January 7 the Congressman and his colleagues dined at Sydney's Teaxas Tavern with Mr Bernie Houghton, the Saudi Arabian representative of Nugan Hand.

Before Mr Houghton entered merchant banking he owned the Texas Tavern and Harpoon Harry's, bars popular with US soldiers on leave during the Vietnam war. During his ownership of these establishments, Mr Houghton earned a reputation in the Kings Cross area as a colourful character, who had two permanent bodyguards and rough and tumble associates.

Mr Houghton also established business dealings with two respected Sydney businessmen, the property developers Sir Paul Strasser and Mr John Charody.

In 1974, all of them were directors of a company called 325 George Street Pty Ltd. Both Sir Paul and Mr Charody guaranteed a mortgage for Houghton's company, Argus Investments. In 1976 this company went into liquidation. After this date there does not appear to be any further connection between the property developers and Mr Houghton.

He vanished from Sydney after Frank Nugan's death and is believed to be in the US with Michael Hand. Police say a number of Saudi Arabian depositors with the bank are

anxious to speak to him about the security of their investments.

Congressman Wilson has said he knew Mr Houghton through some of his constituents in San Diego. He has claimed it was not odd that his important committee had dinner with Mr Houghton. "It was our first night in Sydney and nothing had been scheduled," the Congressman said.

January 8: Frank Nugan goes to a Sydney gun shop and buys the .30 calibre US military rifle later used in his suicide.

The gun shop salesman was to tell the Lithgow Coroners' Court it was one of his quickest sales.

January 9: Frank Nugan and

wanted to enjoy life with his wife, who is from the Deep South of the US, and his three young children.

It was Charlotte who had weaned him off the bottle of whisky a day and turned him towards "born again" Christian principles.

But problems still festered. Charlotte strenuously objected to his choice of a colour in a \$400,000 remodelling of their \$1 million home at Vaucluse. It was Frank's choice of sickly browns and heavy drapes that led to a lively international telephone argument between the couple last year.

January 20: Frank Nugan departs for Europe and a meeting with his partner Michael Hand in Geneva,

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THE INSIDE REPORT

his wife, Charlotte Lee, board a jet for the United States.

Despite his ominous purchase of the day before, hope was still alive in Frank Nugan.

His mission in the United States was to get control of a bank in Florida whose name has not been revealed.

Witnesses at the inquest said he was confident of clinching the deal. As evidence of this confidence, he arranged a long leave of a \$1,000-a-week home.

He had indicated to associates that this was going to be the place where he started a new life away from the rigours of Sydney and allegations about the Nugan Hand bank. He

the Florida deal not yet settled. His wife remains in the United States.

January 21: The two bankers talk over dinner at Geneva's luxurious Hotel du Rhone.

According to Michael Hand's evidence at the inquest Frank Nugan talked about conspiracy charges pending against him (Frank Nugan) in a Sydney court of petty sessions. These charges centred on allegations that he conspired to stack a shareholders meeting of the Nugan Group Pty Ltd, the Griffith-based fruit wholesaling organisation.

(Charges are still pending against Mr Ken Nugan, the

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Frank Nugan, Australian lawyer, and Michael Hand, US soldier, got together in 1973 with \$1 million and set up the Nugan Hand merchant bank.

In seven years their Sydney-based bank spanned the world and had a \$1,000 million-a-year turnover.

Early this year Frank Nugan committed suicide, and the bank crashed.

Investigators say that more than \$50 million in deposits with the bank may be missing.

Allegations have been made that the bank financed drug deals, was involved in gun-running and had links with the US Central Intelligence Agency (CIA).

Michael Hand has vanished; a number of former employees of the bank have gone to ground.

Now a joint NSW-Federal police task force is sifting through the Nugan Hand coded accounts, secret lists and dubious deals.

In a series of articles beginning today, ANDREW WATSON throws light on the last days of Frank Nugan, how the bank did business, its links with the drug world and the CIA.

brother of Frank Nugan and head of the Nugan Group Pty Ltd. It is a separate company from the Nugan Hand bank).

Frank Nugan told his partner that he would beat the charges and talked of settling down in Florida after the bank deal.

Michael Hand's mission in Geneva was to get approval from the United Nations High Commissioner for Refugees of a resettlement scheme for Vietnamese refugees. The bank's plan was to settle the refugees on a British-controlled island near the Caymans in the Caribbean. The Caymans were the headquarters for the bank's offshore of tax-evasion schemes.

January 22: Frank Nugan flies to Hamburg from Geneva.

Later he told Michael Hand that he had clinched two very big deals for the bank there. Investigators have not been able to work out what they were, but there is talk in police circles that they involved gun-running.

It appears to have been a last-ditch effort to pull fast money into the bank to try to cover up Frank Nugan's huge indebtedness to his own bank.

At the inquest Michael Hand said Frank Nugan had perpetrated a "gross fraud" on the bank.

In an affidavit in the Equity Court he said the bank had a \$4 million deficiency.

January 25: Frank Nugan

arrives at Sydney airport from Hamburg to be met by the bank's solicitor, Mr Quenton George.

Mr George started to drive his boss to the office but Nugan said he wanted to go home first.

Nugan arrived in the office at 11.30 am and staff noted that he looked drawn but in good spirits. He called a meeting of top bank staff for the following morning, a Saturday.

January 26: A casually dressed Frank Nugan begins the meeting of top bank staff in the Macquarie Street office at 9am.

After half an hour he called the meeting off, saying: "I don't know where I am, but wherever it is it's night and not morning."

He had promised to lend his Mercedes car to Quenton George for a wedding. He called off the arrangement with the words: "I don't want to be without my car. I want to go somewhere tonight. I have to go somewhere tonight."

Nobody has discovered where that was.

Sunday, January 27: On a lonely dirt track, a lovers' lane for couples from Lithgow, Frank Nugan shoots himself in his parked car in the early hours of the morning.

TOMORROW: The Nugan Hand money chase

Ambitious schemes never eventuated

Chase after an elusive 'big deal'

Frank Nugan is shaving in his Macquarie Street office overlooking Sydney Harbour. Suddenly he summons an adviser to discuss his latest project for the Nugan Hand Bank.

"What do you know about rubber?" he demands.

"Nothing," the aide replies.

"Well, find out everything you can about rubber by this afternoon, because this guy is coming in from Malaysia," Nugan booms. "We're going to corner the world rubber market."

The shaving resumes.

Former Nugan Hand Bank employees now joke about the project. "He thought he could take on Goodyear, Michelin and Bridgestone," one says.

But at the time — late last year — Frank Nugan's "world rubber market" project wasn't a gag-line from *The Secret Life of Walter Mitty*.

The "guy" coming to see Frank Nugan was Dr Nor, head of the Malaysian Government's semi-autonomous rubber buyer, the Rubber Industry Small-holders' Development Authority (RISDA). The Nugan Hand Bank flew Dr Nor to the United States and had him shown about by the bank's representative, Admiral Earl Yates.

But Nugan's rubber dream collapsed when Dr Nor abandoned the tour and paraded from Admiral Yates in Honolulu.

Former bank employees said Frank Nugan cursed Dr Nor and moved on to another project.



In the six months before his suicide in January, Frank Nugan was constantly hopping between jets and hotels in dogged pursuit of The Big Deal that would bail out the bank.

There were at least three trips to North America, one to South America, and a couple to Europe and Asia. Bank staff were told a big deal would be clinched; nothing happened.

Another will-o'-the-wisp project included talks with the Indonesian Government's Pertamina oil company, aimed at cornering the Indonesian oil market.

Last year Mr Guy Panker, a part-time US consultant to Nugan Hand and an Asian specialist with the US Government-financed Rand Corporation, arranged a series of introductions for Frank Nugan with the Indonesian Government and Pertamina officials. The deal never came off.

The same fate awaited Frank Nugan's scheme for a \$100

million coal and mineral exploration project in the Philippines.

Another Asian scheme hinged on persuading the Thai Government to save petrol by setting up ethanol distillation plants. The bank planned to handle the Thai Government's fund-raising for this multi-million dollar project. Nothing came of it.

"It was all a big marketing hype," a former bank employee said. "Frank Nugan and Michael Hand (co-founder of

the bank) would do anything to turn a dollar."

Since Michael Hand vanished two months ago, NSW Corporate Affairs Commission and police investigators are trying to find out exactly how the dollars were "turned."

The former employee said: "There was no doubt the bank was into gun-running. It was generally known that one of their client companies was trying to sell rifles, helicopters and gun-ships to Taiwan."

The liquidator of the failed banking group, Mr John O'Brien, says he has received gun-boat plans and specifications in mail addressed to the bank.

The former employee also said he was puzzled why the bank never became involved in traditional areas of merchant bank activity such as equity funding and debt (mortgage) financing.

"They paid commissions of up to 2.5 per cent on unsecured investments of \$1 million or more," he said. "But other money market operators would only be paying about 0.25 per



Nugan Hand offices and representatives.

"With Nugan Hand's commission to its operators it meant they were paying in excess of 12 per cent for money. You can't survive on that."

When asked why the commissions were so high, he responded: "That's the \$50 million question."

(Investigators believe more than \$50 million is missing from the bank's world-wide network of companies.)

Given the bank's unusual methods, why did people invest? One reason was that the Nugan Hand offered higher interest rates than its competitors. Another attraction, for some investors, seems to be the extraordinary measures the bank took to protect the confidentiality of its clients' dealings.

If "hot" money is to be laundered through overseas placement of funds, secrecy is vital.

A confidential bank manual states: "The telephone and/or telex are the least secure methods of conveying information. Every time representatives advise completion of deposit business, codes must be used"

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Missing man had top US links, Strasser claims

A missing employee of the failed Nugan Hand bank obtained an earlier job in Sydney with the help of references from a top Washington politician and United States generals, according to the Sydney businessman Sir Paul Strasser.



The employee, Mr Bernie Houghton, worked for Sir Paul Strasser as a salesman for Sir Paul's building company, Parkes Development, in the early 1970s.

Sir Paul said Mr Houghton, a US citizen, later worked as a manager in 325 George Street Pty Ltd, part of Sir Paul's group of companies, until Sir

Paul had a falling out with him in 1974 over the company's management.

He left, Sir Paul said, after Sir Paul became dissatisfied with the level of profits he was achieving.

"When Bernie Houghton came to me and said he wanted a job he gave me the name of a

top politician in Washington and some generals," Sir Paul said.

He had since thought it possible that Mr Houghton was connected with the CIA.

Sir Paul said he had never met the former chairman of the failed bank, Mr Frank Nugan. He said stories in the Communist Party newspaper Tribune attempting to link him to the bank were "very upsetting."

"I never in my life met Frank Nugan and I never in my life had business dealings with him," Sir Paul said.

And with a loud laugh he added: "When a communist paper attacks you on its front page it's almost an Order of Australia."

Operative's disappearance

Another overseas operative of the failed Nugan Hand bank has vanished.

Mr Michael John Miller, the bank's Kuwait representative, left an address in Coogee four months ago and has not been seen since.

His white Falcon panelvan is still sitting in the driveway of his former home.

Former associates say Mr Miller, who is about 30, was engaged to work as the bank's Kuwait representative just before Nugan Hand's chairman, Mr Frank Nugan, committed suicide in January.

When Mr Miller disappeared he left behind confidential Nugan Hand bank documents, a \$700 telephone bill and personal papers.

Among these was a \$40,000 account with the Hongkong and Shanghai Banking Corporation



Mr Miller's panel van outside his former home.

in Hong Kong. It shows two substantial deposits from banks in Luxembourg.

Former associates of Mr Miller are at a loss to explain his disappearance. But he told one that he was trying to obtain travel documents to go overseas.

Mr Miller also told this person that he was once a

mercenary in Rhodesia.

A number of other Nugan Hand operatives also vanished shortly after Mr Frank Nugan's suicide. Police and Corporate Affairs Commission Investigators are still searching for Mr Michael Hand, the bank's co-founder, and Mr Bernie Houghton, the bank's representative in Saudi Arabia.

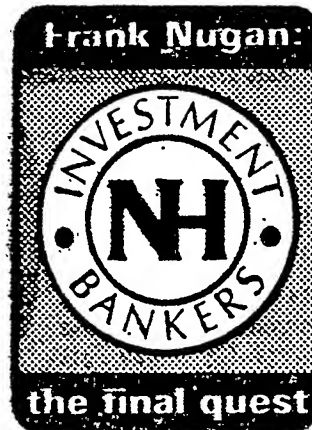
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List of names holds only clues

Bank, drug trade links suspected

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THE INSIDE REPORT



Among the papers found after Frank Nugan's suicide was a list of names including those of three known drug dealers.

The names are Ken Dooley (an alias used by Ken Derley), Reg Parkin and James Sweetman.

Another name on the list is P. J. Hayward, thought to be Paul Hayward, the former Newtown Rugby League player, who has pleaded guilty in Thailand to the possession of eight kilograms of heroin.

Two hundred names are on list, which was found among personal papers in the Mercedes in which Frank Nugan took his life. Those listed are believed to have been debtors to the failed Nugan Hand Bank.

Other information pointing to a link between the bank and drug-dealing was given to the NSW Royal Commission into Drug Trafficking last year.

The Royal Commissioner, Mr Justice Woodward, concluded that there was sufficient evidence "to raise serious misgivings as to the group's involvement with criminals and to justify a full inquiry into its affairs and the parts played therein by Nugan and Hand."

How did a merchant banker whose bank had a \$1,000 million turnover, and who had a string of international offices and a \$1 million home at Vaucluse become involved in the Royal Commission into Drug Trafficking?

The answer seems to lie in the special services offered by the Nugan Hand Bank — secret coded accounts, off-shore banking facilities and the laundering of money through a network of Nugan Hand-controlled "shelf" companies.

The big unanswered question

The third in a series of articles by ANDREW WATSON on Frank Nugan and the Nugan Hand bank's operations.

of the great Nugan Hand collapse is whether the bank was used to channel drug money.

One starting point in attempts to unravel the mystery is Frank Nugan's secret list and the name "Ken Dooley" with the notation, "19,267.92 loan".

Ken Dooley, alias Ken Derley, was convicted for his part in the unsuccessful attempt to bring into Australia on the yacht Anoa 4.8 tonnes of marihuana, said to have a retail value of \$50 million.

The Anoa deal involved the purchase of the yacht in Hong Kong, paying Thai army officials a \$50,000 bribe and purchasing the 4.8 tonnes of marihuana in Thailand.

The NSW Royal Commission was given three versions of the financing of the deal by Murray Riley, a former NSW detective-sergeant, jailed for his part in importing the marihuana. The Royal Commission rejected his evidence on the financing.

Another person involved in this deal was Reg Parkin, who also convicted. His name appears twice on Frank Nugan's list. One entry states: "Parkin Reg nil". The other simply lists his name.

A fascinating entry on Frank Nugan's list is "Sweetman J. nil". Police have concluded that this is James Randolph Sweetman, described by police as a known "major drug dealer".

Sweetman is believed to have gone to the United States to avoid being called to give evidence before either the Federal or NSW Royal Commission hearings. But it must be remembered that Frank Nugan was a regular traveller to North America.

Anoa drug deal. But the Commission concluded there should be a full investigation of both Wainwright and the bank.

The Commission report found Mr Wainwright's explanation of his deposits and transfers with Nugan Hand "unconvincing". "There is no evidence to suggest to what other use Wainwright may have put the funds," the report said.

Mr Wainwright explained his transactions as necessary to "pay expenses on overseas trips and to lend to friends".

In 1973 Mr Wainwright was charged in the United States with "conspiracy involving tax avoidance." But before indictments were filed against him, he returned to Australia and took out Australian citizenship.

The Royal Commission established that during 1975 and 1976 he was investing funds with the Nugan Hand Bank. But bank records do not show the extent of these deposits and withdrawals.

Wainwright's dealings with the bank were personally handled by Frank Nugan and they became friends. They played chess together.

Michael Hand, a co-founder of the bank, was also a friend of Wainwright. But during evidence he gave to the Royal Commission he said he did not have detailed knowledge of Nugan's relationship with Wainwright or the bank's dealings with him.

The commission's report concluded that Hand was "not as ignorant of the affairs of the Nugan Hand group in Sydney as he suggested."

The full story of the bank's involvement with the drug trade will probably never be known. Detailed records were never kept of many transactions and clients were given numbered cards to operate secret accounts.

The master lists of codes and names have disappeared since Frank Nugan's suicide and Michael Hand's disappearance two months ago.

It seems Frank Nugan kept many of the details in his head. And when he shot himself in January he obliterated them as effectively as any shredder could.

In 1970 Sweetman was convicted of selling and possessing amphetamines after \$500,000 worth of amphetamines were stolen from the Sydney warehouse of May and Baker. Convicted with him was Stanley John Smith, a known criminal.

Frank Nugan's list also contains an entry of \$210,000 against the name of a person described by police as an associate of Karl Bonnette. During the NSW Royal Commission hearing, Bonnette was described as "The Godfather."

Bonnette describes himself as self-employed, dealing in cars, boats, diamonds and gold. He is a frequent traveller to the United States and has had business dealings with some of the Anoa crew.

During the NSW Royal Commission evidence, it emerged that Frank Nugan was a friend of Harry Wainwright, a former US lawyer who migrated to Australia in 1968. Wainwright was described to the commission as an alleged associate of known Mafia leaders in the days when he practised as a lawyer in the United States.

The Royal Commission's report noted that it received "some information" implicating Wainwright and Danny Stein, a known US Mafia boss, in the financing of the Anoa marihuana plot.

The Royal Commission said it could not establish anything directly linking Wainwright and the Nugan Hand Bank with the

or peculiarities for handling his account." This was then forwarded to Frank Nugan in Sydney or Michael Hand in Singapore.

Another intriguing facility offered to clients was through the Montevideo Shipping Co Ltd. Staff members were instructed in the confidential bank manual that if clients "for reasons of security" wanted to send funds to a non-Nugan Hand Bank account they should use Montevideo's account with the Wing-On Bank in Hong Kong.

Under this laundering operation the funds were then passed to the designated bank in Hong Kong in a separate transaction.

Another attraction for clients was the group's activities in the tax-free Cayman islands. They offered to run Cayman-registered companies by mail for clients and provided advice on setting up Cayman-based tax avoidance and evasion schemes.

One of these operations involved the establishment of trust accounts in countries gazetted by the Taxation Office as tax-havens. Normally a person wishing to set-up a trust fund in a gazetted tax-haven has to get approval from the Commissioner of Taxation.

The bank's manual recommends a blatant breach of this requirement by stating: "It appears that the only way around the problem is to remit the funds firstly to a non-gazetted country then to the selected tax haven."

The Australian Commissioner of Taxation is now investigating the bank's irregular tax operations in Hong Kong and the Caymans.

Officials are also investigating allegations that the bank claimed to have "men in the Taxation Department". Allegations have been made to the Australian Federal Police that these men accepted bribes to approve Nugan Hand tax schemes.

Some of these bizarre transactions by the bank were outlined to Mr Justice Woodward during the NSW Royal Commission into Drug Trafficking. The Commission was investigating links between the bank and known international drug dealers.

Mr Justice Woodward reached the conclusion that there has been sufficient evidence put before him to raise serious misgivings as to the group's involvement with criminals and to justify a full inquiry into its affairs and the parts played therein by Nugan and Hand.

Clients were given a coded card enabling them to transact business at the bank's worldwide offices "without the client identifying himself by name"

"Under no circumstances should a staff member inquire as to the client's name or the nature of his business," the manual states.

Cards held by sensitive clients carried a red dot and could be signed with a code word

The manual suggests code-names such as "Louis Watch," "Oscar" or "Fizzy" These code-names were then brought together in Hong Kong, Singapore and Sydney. Investigators have not yet found a master list.

The manual says: "All envelopes emanating from Hong Kong have no company markings or return addresses on the outside, in an effort to ensure privacy for the client."

Despite these measures, bank employees were under a permanent instruction to write a comprehensive analysis "of any client's individual requirements

TOMORROW: The Drug Link.

Federal Police undermined by US intelligence tip-off A curious collection of links with the CIA

PAGE 2

THE INSIDE REPORT

This is the final article in a four-part series by ANDREW WATSON investigating the collapsed Nugan Hand financial empire. Today, a curious collection of links with the CIA through the employees and contacts of Michael Hand, Hand and Nugan fitted into the intelligence world just as easily as they dealt with criminals, drug dealers and gun-runners.

How did merchant bankers in Sydney come to know the movements in the United States of a secret investigation team sent by the Australian Federal Police?

Last year the Federal Royal Commission into Drug Trafficking sent the detectives to investigate the Nugan Hand bank group in America.

They followed up leads suggesting that the bank was involved in drug trafficking and had links with the US Central Intelligence Agency (CIA).

Within days of their return to Australia the police were amazed to receive a phone call from Michael Hand, a co-founder of the bank. He asked why they had not got in touch with the bank in Sydney and gone to its Sydney office to inspect records.

Police sources say the US trip was a closely guarded secret and only senior US intelligence and Federal Bureau of Investigation officers knew about it.

"The Nugan Hand bank must have had very hot contacts in the States to know anything about it," a senior police source said.

"Obviously they had been

given a tip off by somebody in US intelligence circles."

It seems that the Nugan Hand bank, and some members of its world-wide staff, fitted into the shadowy world of intelligence just as easily as they operated deals, no questions asked, for suspected criminals in Sydney.

Michael Hand had his first taste of US intelligence work during the Vietnam War. He worked with the Green Berets and the Special Intelligence Service in sensitive zones.

During these years, Michael Hand met Bernie Houghton, a US citizen and a quixotic character then running the Texas Tavern in Kings Cross.

According to police, Houghton had contacts in US intelligence during the Vietnam War. He became the bank's Saudi Arabian representative.

Both Hand and Houghton vanished two months ago. They are believed to be in the United States.

When Michael Hand wasn't soldiering in Vietnam he turned his mind to business in Australia. He went into property speculation on the NSW North Coast and established Australasian and Pacific Holdings Ltd in 1969.

Shareholders with Hand in this property and tourism ven-



ture were four US citizens working for Air America — a CIA-controlled company.

As Nugan and Hand moved into merchant banking they consistently recruited staff with either a US intelligence or military background.

Their representative in Hawaii was General Ed Black, a retired commander of US forces in Thailand and Vietnam in the 1960s. During World War II, Ed Black was with the Office of Strategic Command (the forerunner of the CIA).

Their bank president in the tax-free Cayman Islands was Admiral Earl Yates (retired), a former senior aide to the US Secretary of the Navy.

The Bank's Washington lawyer was Mr William Colby, the former chief of the CIA, dismissed by President Gerald Ford. Mr Colby's name was found among Frank Nugan's possessions when police investigated Nugan's suicide this year.

Mr Colby says he knew both Hand and Nugan. But the relationship was strictly lawyer-to-client and he has declined to outline exactly what that

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covers. He says he worked for the bank from early 1979.

Before Colby rose to be head of the CIA his agency duties included leadership of the Phoenix Program, an operation intended to terrorise Viet Cong supporters.

During Hand's tour of duty in Vietnam he was seconded to one of the Phoenix Program's terror squads.

Is all of this more than mere coincidence? Why would the CIA be interested in the Nugan Hand bank?

In 1975 the offshore, Cayman-based Castle Bank closed its offices. The bank was being used by the CIA as a conduit for millions of dollars earmarked for CIA operations in Cuba and Latin America.

The Castle Bank was also used for tax dodges by prominent US citizens — businessmen, entertainers, organised-crime figures.

Suddenly in 1976 the Nugan Hand bank registered in the Cayman Islands. There is speculation that it filled the gap left by the hasty closure of the Castle Bank.

Certainly the Nugan Hand bank has been linked with CIA-style activities such as gun-running and the illicit channelling of funds.

An incident in 1977 helps to shed some light on the bank's American connection. Mr John Dowd, the NSW Liberal MP

and the shadow Attorney-General, had a visit from a US businessman called "Jack."

Mr Dowd recalls that his visitor said he had come from Hawaii to discuss a "deep cover" job with Frank Nugan. His background was in US intelligence and he deals in oil commodities. The term "deep cover" was never clearly explained to Mr Dowd.

"Jack" approached Mr Dowd after reading reports about the bank in Sydney newspapers.

Mr Dowd said "Jack" told him the bank was trying to break into the gambling resorts of Las Vegas and Phoenix (Arizona).

"Jack" told Mr Dowd that the bank was moving "enormous amounts" of money around the world.

Another puzzle is Mr Walt McDonald, a former CIA petroleum expert and Nugan Hand consultant until February of this year. He resigned shortly after Frank Nugan's suicide in January.

Mr McDonald was also a personal friend of the CIA's specialist on the Soviet Union, Mr John Paisley. In September, 1978, Paisley's badly decomposed body was found floating in Chesapeake Bay near Washington. His abandoned yacht contained highly secret CIA communication gear.

Police believe he committed suicide. But, as with Frank

Nugan's death, little forensic evidence was obtained immediately after the body was discovered.

Another highly respected consultant to the bank was Mr Guy Panker, an employee of the CIA-linked Rand Corporation. Mr Panker is an expert on Indonesian affairs and arranged introductions for Frank Nugan with officials in the Indonesian Government.

Another link with the CIA comes through Mr Dale Holmgren, the bank's Taiwan representative. Before joining the bank he filled in his working day as flight services manager for Civil Air Transport, another CIA proprietary operation.

It was a strange visit to Mr Dowd. But even stranger is the fact that detailed notes made by Mr Dowd of this 1977 inter-



Michael Hand

view were posted to him from Hong Kong this year.

"I have no idea how anybody could have known about the interview or got the notes," Mr Dowd said.

The curious collection of links certainly points to a CIA connection. Exactly what it was may never emerge.

Nugan Hand 'used' ANZ

A senior official of the ANZ Bank said yesterday he thought that the failed Nugan Hand Bank tried to make out that it had "a special relationship" with the ANZ Bank.

Mr Max Sandow, NSW manager of the ANZ Bank, was commenting on a confidential Nugan Hand Bank manual that instructed staff to refer Nugan Hand Bank clients only to the ANZ Bank for financial references.

The Nugan Hand manual also instructed staff to refer prospective clients to specific ANZ Bank officials in the United States, South-East Asia and Sydney.

It said: "All of the aforementioned people at the appropriate banks are willing and able to give references as required."

Another section of the manual said the ANZ Bank "will know more about the activities of NH (Nugan Hand) International than any other banks in Australia."

Mr Sandow said: "I think it was in the interest of Nugan Hand that it tried to make out it had a special relationship with us."

"Unfortunately we can't stop someone compiling a manual that implies such a relationship. And we can't stop it naming our people in its manual."

Mr Sandow said the Nugan Hand bank account with the ANZ Bank was treated as any other bank account.

"There was no special treat-

ment of its account," he said.

"In fact because of things mentioned in the marketplace about Nugan Hand we kept it at arms' length."

Mr Sandow thinks the Nugan Hand bank account with the tempt to use the ANZ Bank's reputation to draw in prospective clients.

The ANZ Bank has a number of offices in South-East Asia, and Mr Sandow said: "It would look good for Nugan Hand to make out it was part of that operation."

The Nugan Hand manual also claims that the bank was a large customer of the ANZ Bank. Mr Sandow said he could not comment on the size of the Nugan Hand account because of the confidentiality of the customer-to-client relationship.

Australian Mystery

Fall of a Banking Firm Spotlights the Roles Of High U.S. Officials

Frank Nugan's Violent Death Opens Lid on Odd Traffic In Dope, Foreign Funds

Politicians Charge Cover-Up

By JONATHAN KWITNY

Staff Reporter of THE WALL STREET JOURNAL

SYDNEY, Australia—At 4 a.m. Sunday, Jan. 27, 1980, a police sergeant and a constable, according to their testimony, were patrolling a lonely stretch of highway 90 miles from here when they spotted the parking lights of a Mercedes on an old road off in the woods. Inside the car, slumped across the front seat in a puddle of blood, was the body of a 37-year-old man with a new rifle in his hands.

They searched his pockets and found the business card of William Colby, the former

This is the first of a series of articles.

U.S. director of central intelligence. On the back of the card was the itinerary of a trip Mr. Colby planned to make to Asia in the next month. The two policemen also found a Bible with a meat-pie wrapper interleaved at page 252; on the wrapper were scribbled the names of Mr. Colby and U.S. Rep. Bob Wilson of California, then the ranking Republican on the House Armed Services Committee.

All this might sound like the beginning of a Hollywood spy movie, but the studios would have to assign their most imaginative scriptwriters to produce a tale as startling as the real-life events that have followed that grisly discovery more than two years ago. The body was quickly identified as that of Frank Nugan, the chairman of a group of companies affiliated with the private Australian banking concern of Nugan Hand Ltd. Since then, investigations have pieced together a picture of an amazing swindle that spanned six continents and bilked investors out of millions of dollars.

A Political Issue

More perplexing yet, evidence has turned up that Nugan Hand bank was deeply involved in moving funds about the world for big international heroin dealers and also might have been involved in the shady world of international arms traffic. To cap it off, the offices of Nugan Hand and its affiliates were loaded with former high-ranking U.S. military and intelligence officials (see story on Page 22).

This has convinced many Australians that the company was involved in secret work for the U.S. government. Despite official denials from Washington, the issue has refused to die and has become one of the central debating points in Australian politics.

The issue of U.S. investment may be hard to resolve because many of the essential records were destroyed. Within hours after the discovery of Frank Nugan's body, telephones began ringing urgently all over the world. One was on the desk in Manila of three-star U.S. Gen. LaRoy J. Manor, the recently retired chief of staff for all U.S. forces in Asia and the Pacific. After his retirement, Gen. Manor had been on secret duty for the Air Force and at the time of Mr. Nugan's death he was helping run Nugan Hand's Philippine office.

Ransacking the Files

According to Nugan Hand's public-relations man, Tony Zorilla, Gen. Manor called him and told him to stop the wire services from reporting Mr. Nugan's death. Mr. Zorilla says he replied that this would be unethical and impossible, and he refused. (Gen. Manor would describe his activities with Nugan Hand only in general terms, and he wouldn't discuss this incident.)

Halfway around the world, Rear Adm. Earl P. "Buddy" Yates, the recently retired chief of staff for strategic planning for U.S. forces in Asia and the Pacific, heard the news and immediately jetted to Sydney, Nugan Hand's main office. Adm. Yates was the president of Nugan Hand, though he lived in Virginia Beach, Va. En route to Sydney, he met Nugan Hand's vice chairman, Michael Hand, a highly decorated Green Beret during the Vietnam War and a former U.S. intelligence operative, coming from London. They raced to the Nugan Hand office and with a few other insiders began ransacking the files.

According to witnesses, enough records to fill a small room were fed to a shredder. Others were packed in cartons, with everyone helping, and carried at night to the back room of a butcher shop owned by Robert W. Gehring, a former Army sergeant in Vietnam. Mr. Gehring worked for Maurice Bernard Houghton, a mysterious Texan who has owned several bar-restaurants in Sydney and who had played an active role in Nugan Hand's affairs since its inception in 1973.

A Lawyer's Advice

Mr. Houghton not only joined the rape of the files, but also brought his lawyer, Michael Moloney, to direct it. According to the testimony of Stephen K. A. Hill, a Nugan Hand director who joined the record-ripping that week, Mr. Moloney urged the group on by warning, "I am fully aware of what has been going on. You all face jail terms of up to 16 years."

According to Mr. Hill's testimony, the burly Mr. Hand then broke in to say that if Mr. Moloney's orders to sanitize the files before the law arrived weren't followed, "terrible things" would happen—"Your wives will be cut up and returned to you in bits and pieces."

Mr. Moloney in a recent interview said, "Sure, I advised Hand to take documents out of the office. I was told there were serious deficiencies in the accounts. Everything

I did I talked about with Yates first." (Adm. Yates refuses to discuss any part of his activities with Nugan Hand.)

A few months later, on April 11, 1980, Nugan Hand went into liquidation. And the secrets that were so frantically being destroyed after Frank Nugan's death began to be reconstructed. Exposed to view, like maggots, were dozens of affiliated corporations, with little or no real assets, that Nugan Hand had set up to help its clients avoid taxes and move money overseas secretly and often illegally. Mr. Nugan had boasted that \$1 billion a year passed through these companies.

Still unanswered is the question of why so many high-ranking U.S. military and intelligence officials were working for the company. The CIA has denied involvement, and the State Department says that Nugan Hand wasn't in any way a U.S. government operation. But liquidators of the company and various Australian law-enforcement officers express anger and bewilderment that the CIA, the FBI and the U.S. Customs Service, all of which have information on Nugan Hand, have refused to release it to help in the current criminal and civil investigations.

"It has obvious overtones that somebody is covering something up," says the court-appointed Australian liquidator, John W. O'Brien.

From its base in Sydney, Nugan Hand had opened at least 22 offices around the world, including four in the U.S. After the company failed, anguished messages poured in from individuals who had invested money at above-market interest rates in securities sold by Nugan Hand and who now stood to lose everything. Liquidators say the official shortfall could reach \$50 million. The victims include many Americans, not only on the U.S. mainland but also at construction sites in Saudi Arabia and at military bases and legations throughout the Far East, Hawaii and the Philippines.

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Nugan Hand carried out its operations with intense secrecy. Cables and interoffice messages were in code and often were marked "Destroy After Perusal." Company employees and customers were referred to by coded serial numbers rather than by name, and even references to foreign currencies were disguised: "Oats" stood for Swiss francs, "grains" for U.S. dollars and so forth down to "berries" for Portuguese escudos.

An Impossible Job

This, plus the obvious phonyness of many of the transactions carried on between companies within the Nugan Hand galaxy, makes the job of settling claims by creditors almost impossible. "We wouldn't be able to pay 1%" on outstanding claims, says a liquidator. Many creditors aren't even bothering to file claims, apparently fearful that to do so would expose them to prosecution for illegal deals carried out with the aid of Nugan Hand.

Currently, liquidators in Sydney, Hong Kong and the Cayman Islands are investigating the company, and often working at cross purposes, seeking to recover assets. Criminal investigations are being conducted by the New South Wales attorney general's office and by a joint task force of the New South Wales police and the Commonwealth police. The Royal Commission on Drugs ran into Nugan Hand so much that it has recommended a separate Royal Commission be appointed just for Nugan Hand.

In June 1980, Mr. Hand, disguised and using a phony passport, flew to the U.S., apparently via Fiji and Vancouver. He hasn't been seen since.

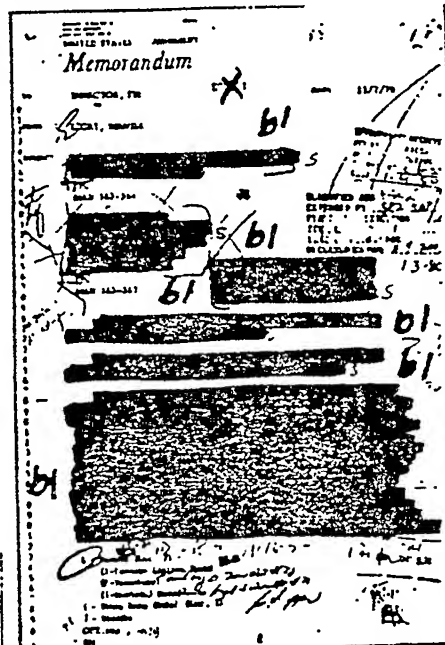
Leaving Australia about the same time as Mr. Hand was his closest friend and adviser, Bernie Houghton. Mr. Houghton has a broad acquaintanceship with many high-ranking U.S. officials. As a civilian, he daringly traded goods all over the Southeast Asian war zone in the 1960s. Though his restaurant is in a sleazy district of Sydney that warms with prostitutes and sex shows, he has frequently welcomed congressmen, CIA officials and military brass there. A few weeks before Mr. Nugan died, Mr. Houghton played host, at a luncheon and later a dinner, to five members of the House Armed Services Committee who were in Australia to inspect defense and intelligence-gathering facilities. He arranged for Rep. Wilson and another congressman and their wives to dine with Mr. Hand. Last year, Mr. Houghton returned to Australia. Authorities have questioned him at length, but he avoids reporters.

Exhuming a Body

With the scandal refusing to die down in Australia, reports began to circulate that the body in Frank Nugan's grave wasn't his and that he was still alive and hiding out in the U.S. Once he was reported having been seen in a bar in Atlanta. Finally, in February 1981, officials ordered the body exhumed. With gruesome diligence, Australian TV covered the event by interviewing practically everyone in the area. ("Some are dry, some are wet," one gravedigger told interviewers, complaining that Mr. Nugan was "wet" and therefore "very messy.") A dentist definitely identified the remains as those of Mr. Nugan.

Stymied by the lack of progress in the investigation of the company's affairs, the National Times, an Australian newspaper, petitioned the FBI under the U.S. Freedom of Information Act for information it had on Nugan Hand. The newspaper was told that of some 151 pages of material in FBI files, it could see 11. But when the papers arrived, they resembled a collection of Rorschach tests, with page after page blacked out in heavy ink and bearing the notation "B-1," indicating that disclosure would endanger U.S. "national defense or foreign policy." What was left was a few pages of more or less routine information, such as a copy of a Nugan Hand subsidiary's petition for incorporation in Hawaii.

In response to more-official Australian demands, the State Department sent a two-man FBI delegation to Sydney in April, 1982. But the two men stonewalled, telling law-enforcement officials that the FBI had already given its information to an appropriate Australian agency; they wouldn't say which agency or re-release the material. Australian state and national police investigating Nugan Hand say that they have never received the information. The only other likely recipient would appear to be the Australian



Security Intelligence Organization (ASIO), a secret counterspy group that long has worked closely with the CIA.

By law, ASIO can give information only to Prime Minister Malcolm Fraser or his attorney general. Mr. Fraser says the U.S. has assured him that it had no connections with Nugan Hand, and he has rejected opposition-party demands for a top-level probe. But the continuing parliamentary debate could rekindle the once-hot political controversy over vital CIA bases here. These bases monitor U.S. satellites watching the U.S.S.R. and China and direct the U.S.'s nuclear submarines.

The opposition Labor Party—which now leads Mr. Fraser's Liberal Party in some polls—has openly questioned whether the CIA, through ASIO, helped topple Australia's last Labor government, led by Prime Minister Gough Whitlam. The CIA has denied this. Now suspicions have been raised that Nugan Hand, which handled enormous amounts of money, may have been used to channel funds to favored Australian

When Vice President George Bush visited Australia this April, Labor Party leader Bob Hayden—a strong possibility to become prime minister—used his 30-minute meeting with Mr. Bush mostly to press for the release of details on the Nugan Hand and Whitlam affairs. Mr. Bush only gave his assurances that the CIA wasn't involved in either matter. Mr. Bush was the CIA director in 1976, succeeding Mr. Colby, who later was to become a lawyer for Nugan Hand.

A Secret Wiretap

Suspicious of a government cover-up could be heightened by a disclosure by Australian liquidator O'Brien. He says that he has learned from the government-run tele-

phone company that Frank Nugan's phone conversations were secretly recorded the last two years of his life on a device installed at the phone company, apparently by a government agency. Mr. O'Brien says phone-company officials have told him that the tapes—which might solve the mystery of who was behind Nugan Hand—aren't at the company anymore.

Wiretap authority is tightly restricted in Australia, being allowed only in cases involving national security or narcotics investigations, according to the Commonwealth attorney general's office. State and national police have reported that they don't know anything about a wiretap on Mr. Nugan. Again, this points the finger at ASIO.

Australian immigration records show that a senior ASIO official, Leo Carter, vouched for Nugan Hand's ubiquitous Mr. Houghton when he entered Australia in February 1972 with an expired visa. On ASIO's word, Mr. Houghton received a visa allowing him to come and go from Australia at will. Mr. Carter has died, and ASIO won't comment on this.

Presumably the most sensitive of Nugan Hand's records were shredded right after Mr. Nugan died. But the remaining records hold many suggestions that the company may have been much more than a banking venture.

Notes on Troop Movements

The records contain long, periodically filed reports about military and political activities, mostly in Kampuchea (Cambodia), but also in Laos, Vietnam and Thailand. There is no concrete evidence that Nugan Hand was an active participant in U.S. covert operations. However, these detailed reports of troop movements appear unconnected to any banking or business activity. They were prepared by Nugan Hand's Bangkok representative, John Owen, a former career British navy officer, and bear notations that they were to be shown to Mr. Hand.

The files also show that Nugan Hand worked on big international arms deals, though it isn't clear what, if anything, was shipped.

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For example, there were proposed transactions in 1979 for a partnership with Prince Panya Souvanna Phouma, the son of the former Laotian leader Souvanna Phouma. In one letter, Prince Panya took three pages to list available weapons, including missiles, light and heavy armor, tanks, combat helicopters and F-104 fighter planes and naval patrol planes. Nugan Hand memos indicate that the weapons were intended for delivery to Indonesia and Thailand. They also discuss creation of a private, freight-oriented airline in Southeast Asia (to be called "Sky of Siam") and other deals with Prince Panya.

Memos show that in 1975 Mr. Hand was arranging the sale to Rhodesia of recoilless rifles, mortars, grenade launchers and ma-

chine guns, and was negotiating for shipments of Rhodesian ivory.

Mr. Houghton has acknowledged in testimony that in 1979 he met in Switzerland with Edwin Wilson, the former CIA officer who is now in U.S. custody, who is charged with selling explosives in Libya and who is alleged to have supplied trained men, arms, and technology to Libya and other military buyers. A former Nugan Hand representative in Thailand, Neil Evans, has testified that Mr. Wilson went to Bangkok to discuss arms deals with Mr. Hand. Other Nugan Hand officials, however, deny Mr. Evans's story.

There seems no denying, however, that Nugan Hand was heavily involved with drug dealers. Murray Stewart Riley, a former Sydney policeman now serving time in Australia for attempting to import a boatload of marijuana from Thailand, was a regular customer of the firm. So were Riley's associates, who deposited drug money in Sydney and withdrew it in Asia.

Riley's business was brought to the bank, according to extensive testimony, by Harry Wainwright, a former San Francisco criminal lawyer who fled to Australia in 1973 after being indicted in the U.S. for income-tax evasion.

Testifying from prison two years ago for an Australian Royal Commission looking into drug trafficking, Riley said his heroin and marijuana imports were intended for the U.S. market. In the words of the commission, he said "that he had been informed that Nugan Hand offered a facility to transfer funds from Hong Kong to the United States."

Over \$1 Million of Drugs

Investigators say that they have traced about \$250,000 that Riley moved to Asia via Nugan Hand and that they believe the final figure will exceed \$1 million. They say they believe that much of the heroin was transshipped to the U.S. in containers that were repaired by a dockside welding firm in Australia that was closely tied to the dope dealers. They believe that another heroin ring tied to Nugan Hand used a similar system.

Apart from their connection with the bank, Michael Hand and Frank Nugan had been viewed suspiciously by narcotics agents for some time. As early as 1973, the Australian Narcotics Bureau began a file on Mr. Hand based on reports that he and K.L. "Bud" King, a former pilot for Air America airline had been flying dope in from Asia to an Australian airstrip. Air America was a Vietnam war-era airline, with close connections with the CIA. U.S. drug-enforcement officials now acknowledge that the airline also occasionally ran heroin out of Southeast Asia's famed "Golden Triangle" poppy-growing area.

The landing strip involved in the 1973 Australian Narcotics Bureau report was on a real-estate development promoted by American singer Pat Boone and financed by millionaire shipping magnate D.K. Ludwig. Mr. Hand had worked as a salesman for the project for several years after he came to Australia in 1967 and later asserted that he had made a fortune from his land sales.

The report of the illegal drug flights came from a lawyer representing Mr. King's housekeeper. Mr. King, who also worked for the Boone-Ludwig project, has since died in a fall. The report was released recently among many files turned over to the Australian parliament by three former narcotics officers who contend that the narcotics bureau covered up information on Nugan Hand drug dealings.

Meeting an Opium Overlord

Other released files include information on alleged Nugan Hand drug deals supplied by Andrew Lowe, formerly Sydney's biggest heroin dealer (by his own assessment), who recently completed a prison sentence for his dope deals. Mr. Lowe has testified that he arranged a meeting between Mr. Hand and Khun Sa, the Golden Triangle's biggest opium overlord, though there is no way to verify that.

Through meticulous police work, however, Australian officials have documented in a still unreleased report a series of transactions tying Nugan Hand not only to drug dealing but also possibly to a series of contract murders in which the so-called Mr. Asia heroin syndicate eliminated at least three persons who were informing Australian police about drug activities. Authorities say the "Mr. Asia" group's heroin circulated in the U.S. and elsewhere and brought at least \$100 million cash to the syndicate's operators.

According to testimony from dope ring and bank insiders, corroborated by telephone logs and other evidence, the syndicate was linked to the bank through a two-man Sydney law firm that represented both Mr. Nugan and various members of the heroin syndicate. The firm's senior partner, John Aston, used Nugan Hand for personal financial dealings and helped bring in other clients. And the law office was used as a drop-off point for bank clients who wished to remain secret; they left parcels of cash or other items at the law office for pick-up by bank representatives.

One parcel that bank director George Shaw, a major operational figure at Nugan Hand, says he picked up at the law office March 26, 1979, contained \$285,000 in small bills. This money has been traced through a laundering process involving a soft-drink firm that Nugan Hand had acquired (apparently because it dealt in big quantities of cash) and through accounts at different banks in Hong Kong, New York, Boston and Singapore.

Eventually the \$285,000 was paid out in checks from Nugan Hand's Singapore office to a man identified by British police as the Singapore leader of the heroin syndicate. The payout was personally arranged by Mr. Hand in Singapore as instructed in a coded telex from Mr. Nugan in Sydney. This complicated money movement was a standard procedure Nugan Hand used for clients wishing to evade Australia's strict currency control laws, designed to keep capital at home.

Admirals, Generals, Ex-CIA Men Took Prominent Roles in Nugan Hand Bank

By WALL STREET JOURNAL Staff Reporter

SYDNEY, Australia—Enough top-ranking U.S. military and intelligence officers worked for Nugan Hand to run a small-sized war. The list includes:

ADM. EARL "BUDDY" YATES, a 1943 graduate of the U.S. Naval Academy, Legion of Honor winner in Vietnam, and commander of the aircraft carrier USS John F. Kennedy. Then he was the chief of staff for plans and policy of the U.S. Pacific Command, in charge of all strategic planning from California to the Persian Gulf, until his retirement in July 1974. He became the president of Nugan Hand bank early in 1977, recruited by Maurice Bernard Houghton, who apparently is an old friend.

GEN. LEROY J. MANOR, the chief of staff for the entire Pacific Command until he retired in July 1978 to undertake new duties that the Air Force says are so secret that it can't talk about them. These duties are generally known to have included negotiating the 1979 agreement with the Philippine government for continuance of the U.S. military bases there (which Gen. Manor used to command) and investigating the failed hostage rescue raid in Iran in 1980 (an assignment that apparently stemmed from his having designed and commanded the 1970 raid on a North Vietnamese prison camp that failed to find any U.S. prisoners). A much-decorated Air Force three-star general, he also had been the special assistant to the Joint Chiefs of Staff at the Pentagon for "counterinsurgency and special activities." He joined Nugan Hand's Manila office, allegedly to run it (which he denies), in 1979.

GEN. EDWIN F. BLACK a 1940 graduate of West Point. He entered the Office of Strategic Services (OSS), which later became the CIA, and was the OSS commander in Berlin. He was the chief administrative aide to and frequent chess opponent of Allen Dulles, who became the head of the CIA. He was the wartime boss and then tennis partner of Richard Helms, who also became the head of the CIA. He was on the National Security Council staff under President Eisenhower and later the commander of all U.S. troops in Thailand during the Vietnam war, before becoming assistant Army chief of staff for the Pacific. He retired in 1970 to become executive vice president of the Freedoms Foundation in Valley Forge, Pa., a group promoting conservative politics. He also worked for LTV Corp., an important CIA contractor. In 1977, he became the president of Nugan Hand Inc., Hawaii, and special representative of the overall organization, making frequent trips to Asia. He says he was recruited by Adm. Yates and another admiral.

GEN. ERLE COCKE JR., whose entry in Who's Who in America says that during World War II he was "prisoner of war three times, actually 'executed' by a German firing squad and delivered the coup de grace but survived 1945." He held various posts with the Defense Department and as an executive with Delta and then Peruvian airlines. He is a former national commander of the American Legion, honorary commander of the Nationalist Chinese Air Force and holder of the French Legion of Honor and top medals from Spain, the Philippines and Italy. Now listed as a retired general with the U.S. National

Guard and a consultant. His consulting office served as Nugan Hand's Washington office.

WILLIAM COLBY, the U.S. director of central intelligence, 1973-76. He ran intelligence programs in Vietnam during the war. In 1979 and 1980, as a lawyer with the Wall Street firm of Reid & Priest, he worked for Nugan Hand on a variety of matters—tax problems; the Foreign Corrupt Practices Act; an abortive project to relocate Indochinese refugees on an island in either the Caribbean or the Pacific; an attempt to take over a Florida bank; the operations of Nugan Hand's mysterious Panama branch, and the problems surrounding Mr. Nugan's death. Mr. Colby submitted \$46,000 in bills, which weren't paid. A \$10,000 check for his retainer was issued but never cashed.

WALTER McDONALD, a career CIA officer since 1975 and deputy director in charge of economic research from 1972 to 77. Then, while still in the CIA, he helped his former boss, onetime CIA Director James Schlesinger, set up and run the U.S. Energy Department. He served on the National Foreign Intelligence Board, the senior advisory group in the intelligence community. He announced his retirement in 1979, went into consulting and almost immediately by his own account began spending most of his time with Nugan Hand, travelling in the U.S. and Europe with Mr. Nugan and talking with him daily.

GUY PAUKER, a Rand Corp. staff member who has advised the CIA and other government agencies since the 1950s, although he denies reports that he is a career employee of the CIA. Mr. McDonald, whom he calls his "good friend," once said that Mr. Pauker has long had frequent personal access to White House national security advisers, including Henry Kissinger and Zbigniew Brzezinski. Mr. Pauker went to work as a consultant to Nugan Hand after Adm. Yates introduced him to Messrs. Nugan and Hand. He, in turn, introduced them to Mr. McDonald. Mr. Pauker says he wasn't involved in any completed deals for the bank.

DALE HOLMGREN, a former U.S. Army officer in Taiwan who became manager of flight services for Civil Air Transport, a CIA-run airline in the Far East. He then went into business in Taiwan. He opened the Nugan Hand branch in Taipei in 1978 as a one-man representative. Adm. Yates once said that Mr. Holmgren had long worked with the U.S. military in Taiwan to develop "within the social structure of the Chinese in Taipei a close relationship with the U.S. military forces and the business and government community." Adm. Yates also said that Mr. Holmgren had worked for Nugan Hand without pay at least for a while because he had an independent income.

ROBERT "RED" JANSEN, a former CIA station chief in Bangkok who advised Thai governments through almost daily meetings with the prime minister in the early 1970s, according to persons close to them. He worked for Nugan Hand there in 1978, although he apparently severed his relationship that year (according to a colleague, because he was warned by the U.S. embassy that his presence at the bank had aroused suspicion). Mr. Jansen apparently has an unlisted number and couldn't be reached for comment.

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Australian Mystery

U.S. Servicemen Are
Big Losers in Failure
Of Nugan Hand BankLaborers at Mideast Projects
Also Suffer; an Iranian
Is Down to 'Last Pennies'

A General's Smart Friends

By JONATHAN KWITNY

Staff Reporter of THE WALL STREET JOURNAL

SYDNEY, Australia—The close relationship of so many former high-ranking U.S. military and intelligence officials with Nugan Hand Ltd., a private Australian bank, has aroused deep suspicions among some Australians that the company was in some way an instrument of the U.S. government.

Undoubtedly, the prestige of these men was a powerful help in getting business for

This is the second of a series of articles.

the bank. Retired Adm. Earl "Buddy" Yates, the former chief of staff for plans and policy of the U.S. Pacific Command, became the president of Nugan Hand in 1977. Occupying the bank's Manila office was former three-star Gen. Leroy J. Manor, the former chief of staff for the entire Pacific Command. Former Gen. Edwin F. Black was the president of Nugan Hand Inc., Hawaii. Former Gen. Erle Cocke Jr., the former national commander of the American Legion, handled Washington, D.C., matters for the firm, and William Colby, the former director of the CIA, performed legal work for it.

Aggressive Salesmen

Nugan Hand went into liquidation in April 1980. Earlier, on Jan. 27, Frank Nugan, the Australian co-founder of the firm, was found shot to death in his car, apparently a suicide. Later, in June, the other principal, Bronx-born Michael Hand, a former Green Beret and covert U.S. agent, fled from Australia in disguise and hasn't been seen since. Continuing investigations have proved that the bank and some of its business customers were engaged in illegal activities from tax fraud to moving drug money.

The U.S. State Department has issued a denial that the government was in any way involved in the operations of Nugan Hand. But this does little to ease the pain of hundreds of individual investors who had put their savings into various ventures sponsored by the bank. Over the previous three years, aggressive salesmen had taken deposits all over the world, promising yields well above prevailing interest rates. Since the bank's failure, claims for more than \$20 million have come into a court-appointed liquidator's office in Hong Kong. This doesn't include claims to another liquidator, based in Australia. All told, the official shortfall could come close to \$50 million.

Gen. Manor's Role

On the very day in January that Mr. Nugan was shot, Col. H. Kirby Smith, the chief judge of the U.S. Air Force Seventh Judicial Circuit at Clark Air Force Base in the Philippines, handed \$20,000 to Gen. Manor, Nugan Hand's man in Manila. He received Nugan Hand certificate of deposit No. 11531, promising 15.125% interest. Col. Smith's claim says that he didn't hear of Mr. Nugan's death until the bank collapsed in April. It was "somewhat of a shock," he says, adding, "\$20,000 is a lot to a military man and his wife."

Col. Jimmy Maturo, since retired, was stationed in Hawaii when he deposited a total of \$27,000 on the recommendation of his old boss, Gen. Manor, he says. Col. Maturo deposited the last \$16,000 on March 12, 1980, long after Nugan Hand insiders began preparing for the bank's demise. "There are plenty of others (victims) around town," Col. Maturo said recently in Hawaii, adding a harsh comment about the "rats" who ran the company.

Though the Philippines branch apparently wasn't authorized under Philippine law to take deposits, claims from Philippine residents have piled up at the liquidator's office in Hong Kong, which says that two of the documented claims were for \$1 million each.

In a recent telephone interview, Gen. Manor at first insisted that he "had nothing to do with Nugan Hand Bank." Faced with evidence, he said he "was brought in just to learn," and hung up. Records show that he worked for the bank at least as early as October 1979. Tony Zorilla, Nugan Hand's public-relations man, says that Gen. Manor managed the Philippine office. Gen. Manor's partner there, Wilfred P. Gregory, says that Gen. Manor kept offices for a while both at Nugan Hand and at the U.S. embassy, a few blocks away. Told all this in a second call, Gen. Manor replied, "Many things in your line of reasoning are in error." Asked what they were, he broke off the interview again and wouldn't say more.

Visits on Paydays

Adm. Yates declined to discuss Nugan Hand, even after he was told that the evidence seemed to put him at the center of its operations. "You print whatever you want," Adm. Yates said. "I've never had any success in dealing with reporters."

In the three months immediately after Mr. Nugan's death, the bank appeared to be trying aggressively to bag all the cash it could despite the growing prospects of its liquidation. A rich source of funds was Saudi Arabia, where the bank hauled in an estimated \$5 million to \$10 million from Americans who worked there. The Americans got their salaries in cash and then had no place to invest it because Saudi banks pay only nominal interest.

As described in a claim letter from Tom Rahill, an American working in Dhahran, Saudi Arabia, "Representatives would visit Aramco construction camps in Saudi Arabia

shortly after each monthly payday. We investors would turn over Saudi riyals to be converted at the prevailing dollar exchange rate and receive a Nugan Hand dollar certificate. . . . The moneys, we were told, were to be deposited in the Nugan Hand Hong Kong branch for investments in various 'secured' government bonds."

Aramco and other large U.S. concerns, including Bechtel, Henry C. Beck Co. of Dallas and University Industries Inc. of San Diego, are said by investors to have permitted sales solicitations of employees by the bank and let salesmen hold meetings on company property and use company bulletin boards.

"The companies were passing down to their employees that this was being made available, and they could put their money in and get 18%," says Linda Geyer, now of San Diego. When she lived in Saudi Arabia in 1979, her husband—who died recently of cancer—invested and lost \$41,481 with Nugan Hand, and her son, John H. Geyer, invested and lost \$32,500. Both men worked as plumbers with University Industries on a construction job run by the Beck company's Beck Arabia unit.

"Everybody said, well, Beck, they're not going in with just any old guy," says Mrs. Geyer. Nugan Hand's man in the area was Maurice Bernard Houghton, a Texan who was a close friend of Mr. Hand. Mrs. Geyer says that Mr. Houghton "only worked in cash. He left Beck, Bechtel and Aramco—with so much money he could hardly even carry the case. One time he needed two briefcases. He used to brag about it. Some people I know lost \$100,000 or \$200,000 easy."

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El Raji, the Money Changer

According to testimony that Mr. Houghton has given to Australian authorities, he was allowed into Saudi Arabia on sponsorship of the Beck company. Bill Milligan, Beck International's U.S. director, says that he has "heard of" Mr. Houghton but that he doesn't know whether Beck sponsored him. "I'm not prepared to talk about it," he says. U.S. spokesmen for Bechtel and University Industries say they know nothing about Mr. Houghton.

Mr. Houghton has said that he also took money from U.S. Air Force personnel in Saudi Arabia. Highly critical of the banks there, he has said that he took the bags of cash he collected to a local money changer named El Raji, who converted it to \$1,000

Thomas Cook traveler's checks. He sent the checks to Singapore, where most of them were apparently cashed by Mr. Hand, who was running the operation there, or by a colleague.

At least one victim, Edward F. Pietro, wrote for help to Gen. Black, the president of Nugan Hand, Hawaii. Mr. Pietro had served with Gen. Black in World War II, and he says the names of Gen. Black and Adm. Yates on Nugan Hand's brochures were an important factor in his decision to put \$4,900 into Nugan Hand on April 8, 1980, just three days before it filed for liquidation. He says that Mr. Nugan, then dead two months, was "described as quite healthy" by the salesman.

Gen. Black wrote back that he was "truly sorry about the death of Frank Nugan and the subsequent liquidation of his banking empire," but offered no sympathy to Mr. Pietro and no apology.

A Smart Friend

In a recent interview, Gen. Black—who also is a former executive director of the Freedoms Foundation in Valley Forge, Pa.—said he hadn't obtained any deposits for the bank because "my friends were too smart to go putting their money out of the country for hidden interest. If somebody had given me money and this happened, I'd feel personally liable to pay them back if it was a friend of mine. But I don't feel guilty because some guy got swindled. My name isn't well known enough around the world to convince many people" to invest.

Apparently one smart friend of Gen. Black was Rear Adm. L.R. "Joe" Vasey, who preceded Adm. Yates in his strategic planning job and now runs a political-research organization from Honolulu. Adm. Vasey says that both Adm. Yates and Gen. Black tried to get him to invest but that he declined.

Less wise, or at least less lucky, was Saeed Moosavi Nejad, 52, an Iranian lawyer who with his wife and four young children had sought refuge in the U.S. from the Iranian revolution in 1979. Mr. Nejad told his story, in a pathetic letter written in his best English to the Nugan Hand liquidator and later repeated in this newspaper. In the Washington, D.C., office of retired Brig. Gen. Erle Cocke, Mr. Nejad gave \$30,000—"only a saving made almost within the last 25 years in order to live"—to Nugan Hand representative George Farris, a former Green Beret friend of Mr. Hand. Mr. Farris had promised Mr. Nejad 14% interest on his nest egg compared with the 11% he was

making at a local bank.

Mr. Nejad can't find a job now. He performs occasional Islamic weddings and otherwise lives off \$400 a month his oldest son makes at a Gino's fast-food restaurant. He is suing Mr. Farris in District of Columbia federal court. "I have spent my last pennies," he says.

Gen. Cocke says that he never knew that his good friend Adm. Yates had registered him with the Treasury Department as "person in charge" of Nugan Hand's Washington office. He says he thought Nugan Hand was just renting space from his public-relations business, though he agrees that they shared a phone number, address and receptionist. He agrees also that he visited Nugan Hand in Hong Kong, welcomed Messrs. Nugan, Hand and Houghton in Washington, and arranged high-level White House contacts for Adm. Yates and Mr. Nugan to help their efforts to move Indochinese refugees to a Caribbean island and salvage surplus U.S. military equipment.

Gen. Cocke denies Mr. Nejad's allegations that the general constantly reassured him about the safety of his deposit, though Gen. Cocke agrees that they met and talked often after the money was invested. He agrees that after the collapse he gave Mr. Nejad the name of a Hong Kong lawyer to represent him and that it was Nugan Hand's former in-house counsel (Elizabeth Thomson, who declined to talk to a reporter). He agrees that he told Mr. Nejad early on that he had more than \$30,000 of his own money invested in Nugan Hand. He says he lost it. Mr. Nejad says Gen. Cocke told him that the deposit was retrieved after the collapse and that Mr. Nejad could get his money, too, if he went to Hong Kong and hired Miss Thomson. Mr. Nejad says he couldn't afford the trip.

Gen. Cocke says he is still friendly with Mr. Farris, who is back at Fort Bragg, N.C., the Green Beret headquarters, "doing some consulting"—Mr. Farris won't say on what.

A Doctor's Dilemma

A heavy loser was an Australian couple, Dr. and Mrs. John K. Ogden, who not only put \$758,000 into Nugan Hand but also gave Mr. Nugan power of attorney over their affairs. After Mr. Nugan's death, Dr. Ogden says he was frightened and went to Mr. Hand, who "kept reassuring me that all was well and there was no reason to take my money back." Now, at age 62, he has returned to medical practice. Meanwhile, Australian tax officers are auditing him on the \$758,000 the couple had invested.

The Australian investigations of Nugan Hand customers aren't as heartless as they might seem. Many of the firm's transactions, with business customers particularly, were "wash sales" carried out solely to establish paper losses for tax purposes. Clients would invest money in various ventures Nugan Hand set up. Fees, usually 22%, were deducted, and the rest would be "lent" back to the client with a separate letter forgiving repayment.

The result is utter confusion over who is a debtor. Particularly involved are 252 clients on a list found with Mr. Nugan's body; many are Australian celebrities.

"I'm taking action against people for their own money," says the Australian liquidator, John O'Brien. "They gave it to Nugan, he put it in another company and lent it back to them. Well I say, that it's our (the creditors') money, and I want it back." The courts haven't spoken yet, and Mr. O'Brien hopes that many clients will settle his claims in order to keep the source of their income secret.

Overdrawn Bank Account

Mr. O'Brien has seized some assets, such as Mr. Nugan's \$1.3 million home that the company paid for. The Hong Kong official liquidator found only bank accounts that were overdrawn by a net \$685,000. Of the \$17.2 million listed on Nugan Hand's books as assets, some \$16.8 million turned out to be IOUs from Nugan Hand insiders or companies they controlled, according to the Hong Kong liquidators.

The one big institutional loser was Wing-On Bank in Hong Kong, which guaranteed—and has paid off—Nugan Hand's debts to Chase Manhattan Bank and other institutions that demanded guarantees from recognized banks before they took advantage of Nugan Hand's high interest rates. Wing-On itself supposedly was guaranteed against loss by blue-chip securities held in Sydney, but the blue chips were sold gradually after 1977 and replaced by intracompany IOUs, leaving Wing-On short by more than \$3 million at the end.

Some \$1.5 million in insurance on Mr. Nugan's life proved uncollectible because a coroner's inquest ruled his death a suicide. The evidence all points to that conclusion, based on where the body was found and the angle of the fatal bullet. Fingerprints and photographs weren't taken at the site so the testimony of the lawmen who found the body can't be corroborated.

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Australian Mystery

Banker Frank Nugan In Final Days Faced A Charge of Fraud

But His Violent Death Came
As Surprise to Associates;
His Partner Disappears

A Phone Call From 'Charlie'

By JONATHAN KWITNY

Staff Reporter of THE WALL STREET JOURNAL

SYDNEY, Australia—There were several reasons why Frank Nugan might have wanted to kill himself. But in January 1980, none of them were apparent to outsiders.

The 37-year-old co-founder of the Nugan Hand Ltd. private banking empire seem-

This is the last of a series of articles.

ingly had the world on a string. His bank was taking in millions of dollars and had recently brought in a young American with impressive banking credentials to take some of the load off his shoulders. Mr. Nugan was negotiating to buy a multimillion-dollar estate for his family. And he apparently had whipped a serious drinking problem.

But as the fateful date of Jan. 26 approached, Mr. Nugan was confronted with two serious legal problems that threatened possible ruin for his bank. In retrospect, moreover, there were signs of eccentric behavior that should have served as warnings.

Mr. Nugan had stopped spending most of his time at Nugan Hand's Sydney headquarters, and he was making more first-class jet trips around the world on missions his associates didn't always understand.

A Walk With Jesus

He began going to church daily and scrawling mystical notes in his Bible, which was always with him. A sample: "I place this day my life, my work, my loved ones in the Lord's hands. He is so good and it will be a good day I believe, I believe it will be a glorious, magical, miraculous day. He is with me now, Jesus walks with me now. Visualize 100,000 customers worldwide. Prayerize. Actualize."

One of Mr. Nugan's legal problems grew out of a 1977 scandal that had developed over a fruit and vegetable business run by Mr. Nugan's brother, Ken, in their home town, Griffith, 400 miles inland from Sydney. Several large insurance companies had acquired a 40% interest in the business during a 1973 stock sale to raise \$700,000 for a new cannery. Later, they complained that Ken Nugan was diverting funds.

Auditors discovered big cash payoffs to people apparently linked to narcotics traffic. Ken Nugan explained that the payments were to fruit farmers who wanted to remain anonymous for tax reasons and so were using dope dealers' names as pseudonyms. Amid much publicity, Ken Nugan fired the auditors and kicked the insurance men off the company's board.

This was done at two rowdy shareholder meetings at which drunks and thugs with newly issued 10-share stockholdings packed the hall and swayed procedural votes. Frank Nugan had helped orchestrate his brother's strategy, and state officials filed fraud charges against both brothers and a private detective they hired.

Sitting With a General

During the two years of court hearings to see if the charges would be tried, one of the men often at Frank Nugan's side was U.S. Gen. Edwin F. Black, who, after his retirement as assistant Army chief of staff for the Pacific, had taken a job as the president of Nugan Hand Hawaii. Gen. Black says that he attended the court hearings just to satisfy his curiosity.

Frank Nugan protested loudly that Nugan Hand was unconnected to the fruit and vegetable business. But when Nugan Hand Ltd. collapsed in April 1980, a few months after Frank Nugan's death, John O'Brien, a liquidator, said in his initial report that a "third party"—known to be Ken Nugan—had received \$1.6 million that his brother had diverted from Nugan Hand. Some \$1.1 million of this is credited as having been paid back. Nugan Hand funds also are believed to have been used to pay the Nugans' legal bills.

There were few details in the records. Immediately after his brother died, Ken Nugan went through Frank's office and, witnesses say, removed armfuls of files. A Nugan Hand director, Stephen K.A. Hill, has said that Ken also transferred a lot of Nugan Hand's stock in the fruit company to the wives of Frank Nugan and Michael Hand, the vice chairman of the bank. Mr. Hill says he argued vainly that the stock should be an asset of the bank.

Less than a month before he died, Frank Nugan learned that he and his brother would be tried for fraud, a development that seemed sure to affect his bank's reputation. (Ken Nugan's trial now is scheduled for later this year, after many delays.)

A Problem With Price Waterhouse

The other problem probably weighing on Frank Nugan's mind on the night of Jan. 26 was the refusal of Price Waterhouse & Co.'s Bahamas office to sign Nugan Hand bank's books for the year ended June 30, 1979. (The Bahamian office covers the Cayman Islands, where the bank had legal headquarters because of the soft regulatory climate there.) Mr. Hill had taken the books to the Caymans in October 1979. The local Price Waterhouse partners had approved the books for the two previous years, but this time there was a new Price Waterhouse auditor on hand, Clive Jennings. He balked. "There were significant gaps in the records," Mr. Jennings says.

Mr. Hill has testified that he rewrote the accounts annually on instructions from Frank Nugan. He said that in 1979 his boss

ordered \$4 million in customer accounts written off as having been paid in cash, off the books. To clean the bank's books, these accounts were assigned to Nugan Hand Panama, which Mr. Hill said was mostly a reservoir for phony accounts needed to balance the books. Most of the bank's \$17 million in stated assets were really IOUs from companies that were secretly affiliated with it, and these bogus assets were altered as needed to even the numbers.

Mr. Hill has testified that he was accompanied on the 1979 meeting with Price Waterhouse by U.S. Adm. Earl "Buddy" Yates, a former high-ranking officer in the U.S. Pacific Command who had become president of Nugan Hand bank in 1977. Mr. Jennings and his supervising partner, Richard Harris, who signed the 1978 books but was away during Mr. Hill's visit in 1979, say that Adm. Yates was present in 1977 and 1978 but not in 1979. Mr. Jennings says that in 1979 he sent Nugan Hand's emissary, Mr. Hill, home with a list of information he needed, "and that was the last I ever heard from him."

With the problem unsolved, Mr. Nugan himself went to the Caymans on Jan. 14-16, 1980, just 10 days before his death. Cayman banking authorities had notified him that if Price Waterhouse hadn't certified the June 1979 books by Jan. 31, Nugan Hand bank itself would be decertified there. This would damage Nugan Hand's relationships with major commercial banks throughout the world. Already, because of the lapse in audits, authorities in Singapore had asked on Dec. 5 to see the books, and Mr. Hand was trying to hold them off.

Messrs. Jennings and Harris say they went to Mr. Nugan's hotel room on Jan. 14 and asked for the necessary information, and he told them, "You'll never guess what happened. I came all the way from Australia with the answers to your questions, but then I left the file back in Australia." They say it would have been a bulky file. They say that Mr. Nugan called his secretary in Sydney and told her to send the file. It never arrived.

Hiring a New President

Mr. Nugan was losing his grip on himself and his job. In October 1979, an American, Donald Beazley, had been brought in as president of the entire Nugan Hand group of companies. Mr. Beazley was Nugan Hand's first real banker. A former Federal Reserve bank examiner, he had become the president of Great American Banks Inc. of North Miami, Fla., when Marvin Warner, its chief executive, had left to become President Carter's ambassador to Switzerland. When Mr. Warner returned, Mr. Beazley left to run Nugan Hand. Mr. Beazley is now the president of Gulfstream Bank in Boca Raton, Fla., whose one-bank holding company is listed on the New York Stock Exchange.

Mr. Beazley has told interviewers—including this newspaper—that he never really was the president of Nugan Hand, but "was just there on an interim basis (to) see if I liked what I would find." He has said that he left when Nugan Hand couldn't produce a satisfactory balance sheet and Mr. Nugan died.

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That isn't the way he talked, however, in October 1979, when Nugan Hand's representatives from all over the world were in a huge expense to Sydney for a conference. Mr. Beazley was presented as the new boss. Messrs. Nugan and Hand said that they would be reduced to broad policy makers and that all orders would come from Mr. Beazley from now on.

'Mike, Frank and Buddy'

Mr. Beazley, after being praised by Adm. Yates as "the finest banker in the United States under the age of 35," said, "It is a privilege and an honor for me to be president (of) this company." He said he had "had the opportunity to see it grow" during a close 2½-year relationship with "Mike and Frank and Buddy," and added that "the decision that I would want to be associated with this group" was "one of the best ones I've ever made, decision-wise."

He told the group, "You're fortunate to have probably one of the best money-market operators that I've ever seen and certainly one of the highest-qualified tax desk departments or divisions of firms that I've ever seen." This, even though Nugan Hand's money-market operations were consistent and intentional money losers, as the bank built up deposits by offering investors much higher interest rates than Nugan Hand got by investing the money for its own account. (The Hong Kong liquidator's office has calculated that from 1976 to its demise, Nugan Hand lost \$7.9 million in trading securities.) And many of Mr. Nugan's tax schemes later proved to be scarcely veiled frauds.

Hearing his words of praise for Nugan Hand repeated from transcripts of tape recordings obtained by this newspaper and verified, Mr. Beazley said that it was possible that he had said such things but that he couldn't remember. He also conceded the possible accuracy of reports that as late as March 1980, he had assured people that the bank was solid and would continue.

Lots of Gold Braid

Other leading lights at the October 1979 meeting were Adm. Yates; Gen. LeRoy J. Manor, the retired chief of staff for the U.S. Pacific Command; Walter McDonald, the recently retired deputy CIA director, and Guy Pauker, a consultant to various U.S. defense and security agencies. Gen. Manor helped run Nugan Hand's Philippine office, and Messrs. McDonald and Pauker had become consultants to the firm.

Everyone praised Nugan Hand lavishly and pledged tireless efforts to make it grow. But there were some disquieting notes, too. Representatives from Malaysia, Taiwan and Singapore openly expressed their uneasiness about what the Malaysia man called "our present non-official banking activities." All of these countries and others in the region, including Australia, have tight restrictions on taking money out of the country, which was Nugan Hand's main attraction in luring customers. Nugan Hand was allowed into many countries only under the belief that it was an international trade broker.

Nobody mentioned the books that Price Waterhouse had refused to certify two weeks earlier. Mr. Nugan seemed his charming, chipper self. But he, like his bank, was unraveling.

That summer his American-born wife, Lee, had returned to her parents in Nashville, Tenn., taking the couple's two chil-

dren. Records show that she ran up \$21,200 in bills on her American Express card in nine months. Australian liquidator John O'Brien says that she also took \$1 million in traveler's checks with her. She has resisted numerous attempts by this reporter to interview her.

Close friends of Mr. Nugan say that he wanted her back. He went on the wagon, ending a bottle-a-day Scotch habit, and he took off nearly 50 pounds—all in six months. He spent money in manic style. He paid about \$500,000 to remodel the couple's lavish waterfront home (and reportedly was hauled in for a beach) to impress his wife. But by several accounts she was revolted by its poor taste when she saw it on a brief trip home to attend a wedding at Christmas of 1979.

Mr. Nugan flew back to the U.S. with her on Jan. 9, 1980, but then was off alone to Florida, the Caymans and Switzerland, where he and Mr. Hand reportedly sought United Nations money for their refugee project. He apparently talked to former CIA Director William Colby and made plans to see him the next month. He told people that he was moving to the U.S. and entered negotiations to buy a Florida condominium.

He was back in Sydney Jan. 25. The next day he agreed to close another purchase: a \$2.2 million country estate he had dickered over for months—828 landscaped acres and a mansion—"the finest in Australia," he told its owners, a family named Darling. The deal was never consummated. That night he died.

Mr. Hand and the other Americans running the bank appeared to witnesses genuinely surprised by his death—and the sudden desperateness of the situation. Some big withdrawals were made about this time. Maurice Bernard Houghton, a mysterious Texan who played a big part in the bank's affairs, withdrew \$150,000 in February; he has said that he used the money on company business in Europe. Mr. Beazley withdrew \$200,000, which was transferred to his account in Florida; he says he can't remember what the money was for, but that he has repaid it though he can't prove it.

Gen. Manor Leaves Manila

When Nugan Hand's liquidation came on April 11, 1980, Wilfred Gregory of the firm's Manila office says that he and Gen. Manor were warned by their lawyer, William Quasha, to leave the Philippines or they "could wind up in jail." Mr. Gregory says that he stayed but that Gen. Manor left overnight. Gen. Manor, now running a retired officers' association in Virginia, wouldn't say when or why he left the Philippines, and Mr. Quasha says he can't discuss his advice to a client. Mr. Gregory kept the office for consulting work; he won't name his clients. His new partner was Philippine President Ferdinand Marcos's brother-in-law Ludwig Rocka, until Mr. Rocka's recent death.

Also as Nugan Hand's liquidation began, Mr. Houghton notified several of the firm's agents in Saudi Arabia to get out fast. There had been a similar evacuation in January when Mr. Nugan died, but when things cooled off the salesmen returned. In April they barely escaped. "The situation became somewhat violent," Mr. Houghton has recalled. "The bank branch . . . was severely damaged by the depositors after Mike Murphy (the bank representative) left," he said.

In June 1980, Michael Hand, the firm's founder, went into hiding in an apartment to a butcher shop owned by Robert W. Gehring. Mr. Gehring, a former U.S. Army sergeant, worked for Bernie Houghton. The three men had been close since Vietnam War days; Mr. Hand had been a Green Beret and then an undercover operative, and Mr. Houghton was a big trader throughout Southeast Asia. Mr. Gehring's shop was the place where many of Nugan Hand's records were secreted after Mr. Nugan's death. Mr. Gehring has testified that Mr. Houghton asked him to help Mr. Hand flee from Australia.

Mr. Gehring says that he conned an employee, Alan Winter, into lending him his birth certificate, which Mr. Gehring then used to obtain a passport in Mr. Winter's name without his knowledge. Mr. Hand's U.S. passport had been seized the previous December by the U.S. consul in Singapore because the Bronx-born American had become an Australian citizen. He had been warned that Australian immigration officials were under orders not to let him leave under his own passport.

The Phony Passport

Mr. Gehring has testified that a mysterious American named "Charlie," identified only as an old Army buddy of Mr. Hand's, showed up in Australia, created a disguise for Mr. Hand and arranged for him to travel to the U.S. via Fiji and Vancouver. Mr. Hand left in mid-June, and Mr. Gehring says he concealed his friend's departure for a week. Mr. Hand left his wife Helen behind, and she is still living in Australia.

So far, the only charges by Australian authorities in the Nugan Hand affair are against Michael Moloney, Mr. Houghton's lawyer, and Patricia Swan, Mr. Nugan's secretary, for allegedly obstructing justice during the destruction of records after Mr. Nugan died. Mr. Moloney concedes in an interview that he advised Mr. Hand to remove the firm's records, but he says he is being made a scapegoat in the case. Mrs. Swan has refused to be interviewed.

In February 1981, Mr. Gehring has testified, he was visiting his brother in San Francisco when he got a call from "Charlie." They arranged for Mr. Gehring to go to a pay telephone booth at the airport. At the appointed time, a call came from Mr. Hand, whereabouts unidentified. He asked about his wife and friends and said he wasn't using Mr. Winter's identity anymore. That is the last time anyone says he has talked to Mr. Hand.

44

FBI

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☐ Facsimile
☒ AIRTEL

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

Date 7/23/82

TO: DIRECTOR, FBI (163-45612)
 FROM: LEGAT, CANBERRA (163-4) (P)

NUGAN HAND BANK
 FPC

b7D

Enclosed for the Bureau are copies of a letter under
 date of 7/14/82 from [redacted]

The FPC desk is requested to furnish any information
 which may be disseminated to the Joint Task Force [redacted]

Canberra continuing.

7 ENCLOSURE

ENCLOSURE ATTACHED

- (3) - Bureau (encs.)
 (1 - Foreign Liaison Unit)
 1 - Canberra
 LLL:ims
 (4)

ALL INFORMATION CONTAINED
 HEREIN IS UNCLASSIFIED 308,506
 DATE 2/11/90 BY SP5C10M5

APPROVAL TO LEGAT CANBERRA
 163-45612
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9/30
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Approved: [signature]

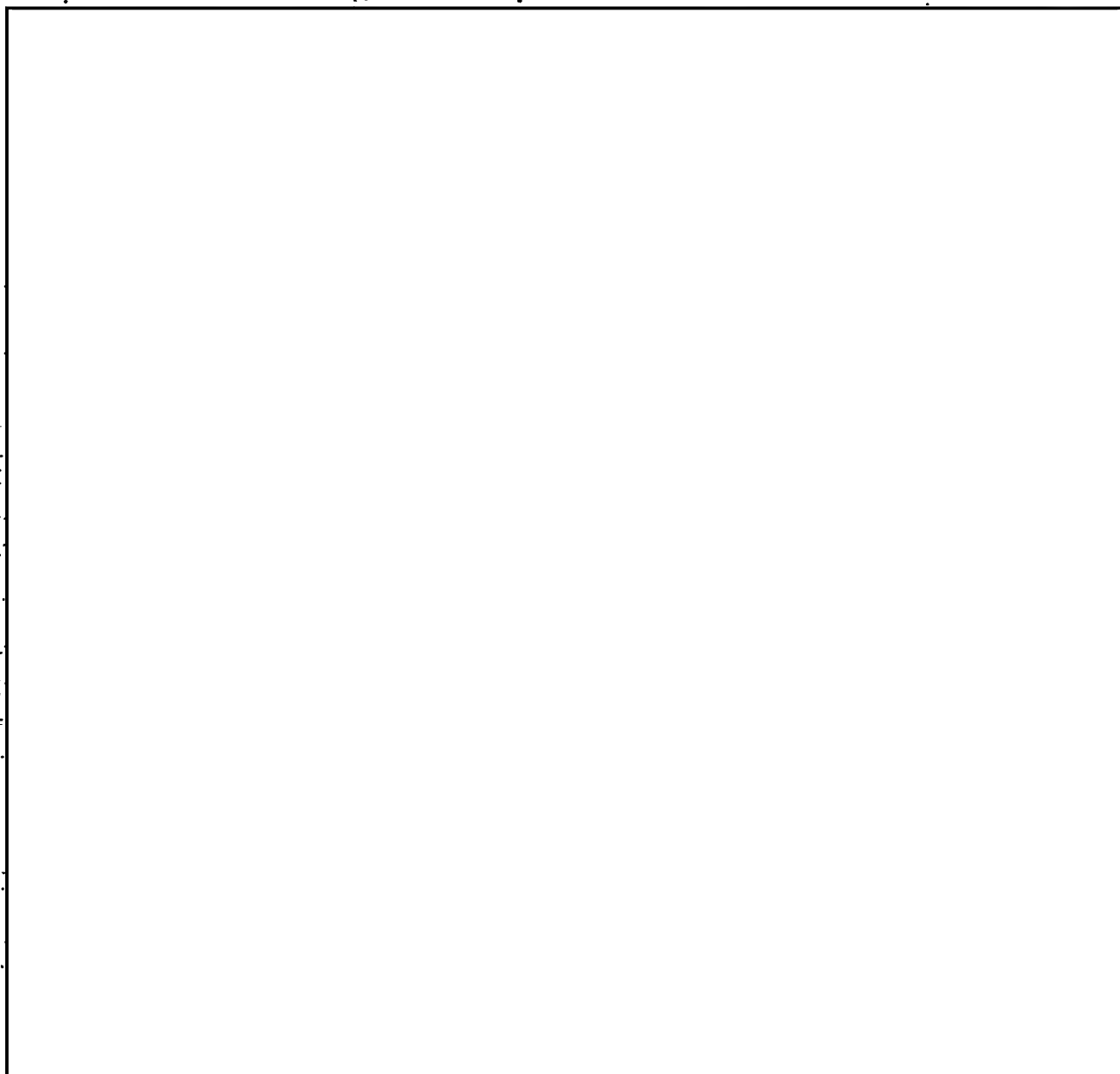
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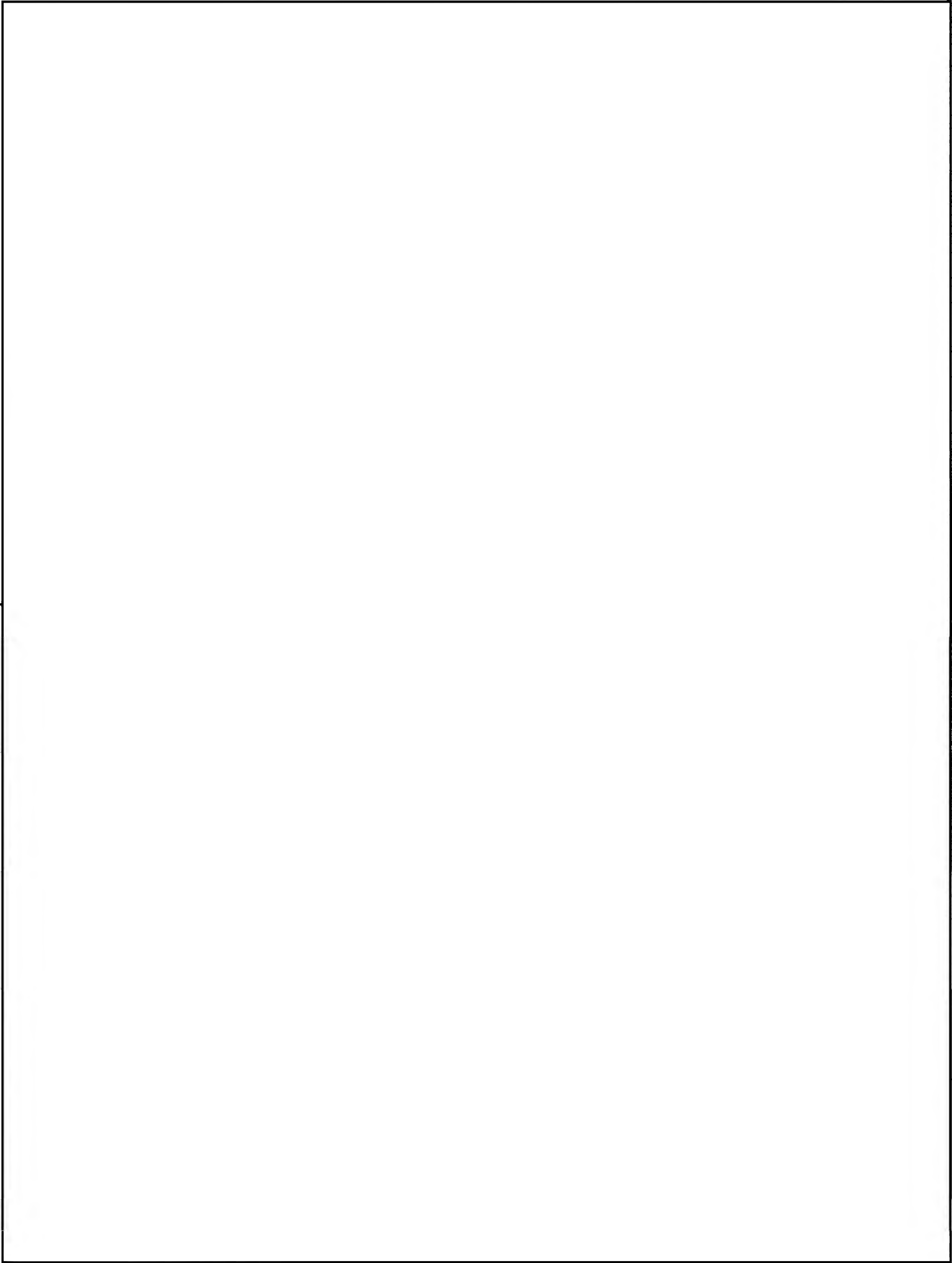
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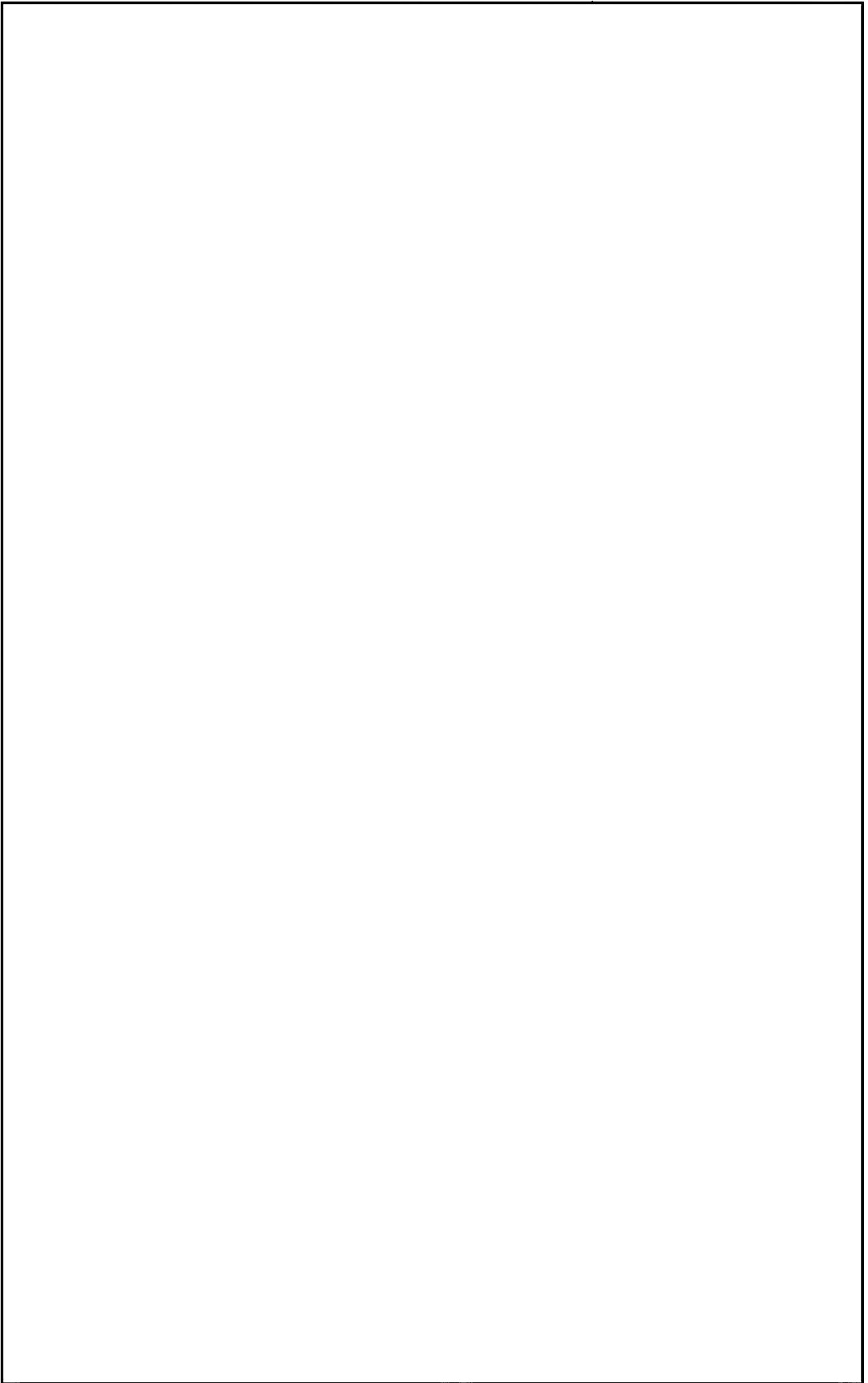
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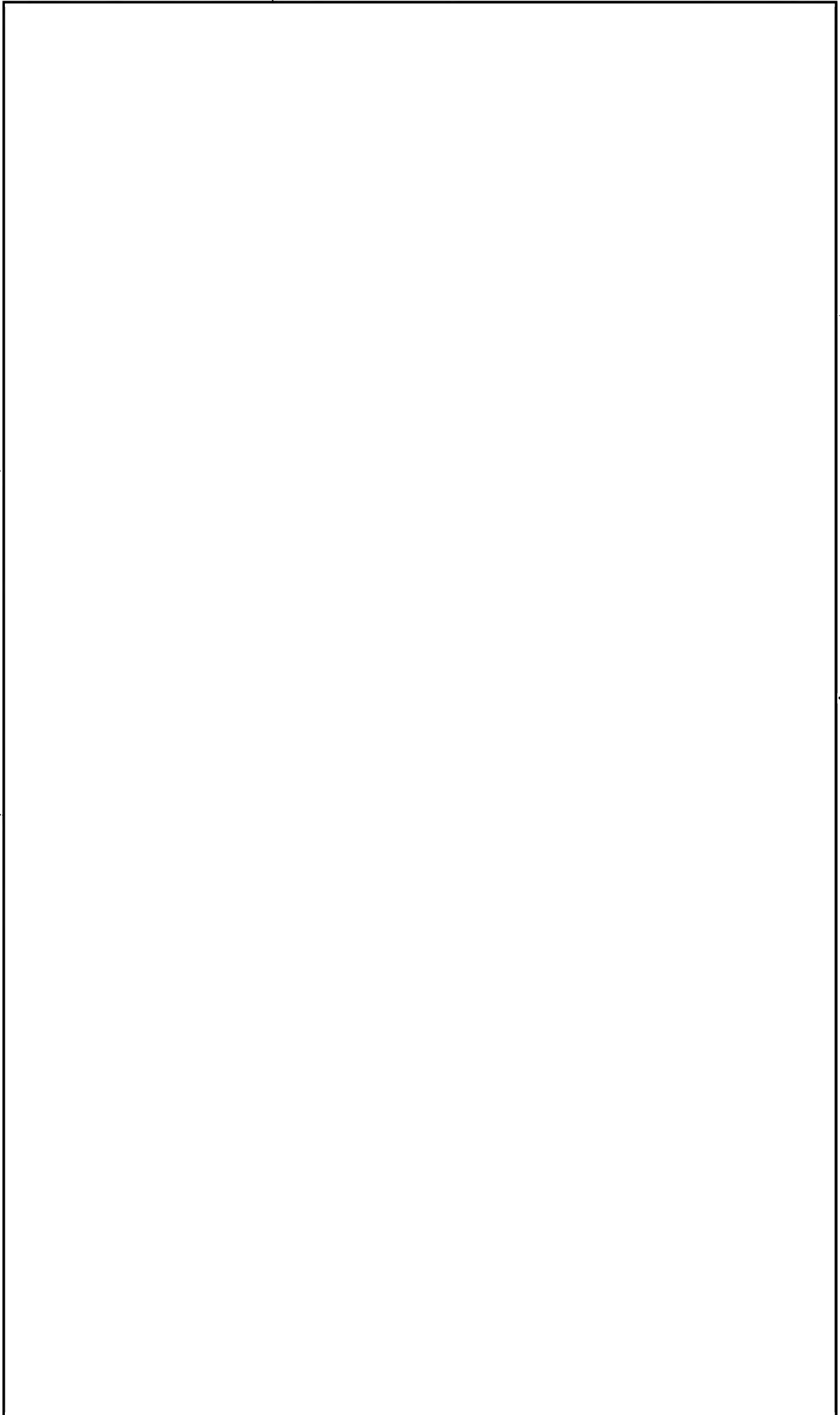


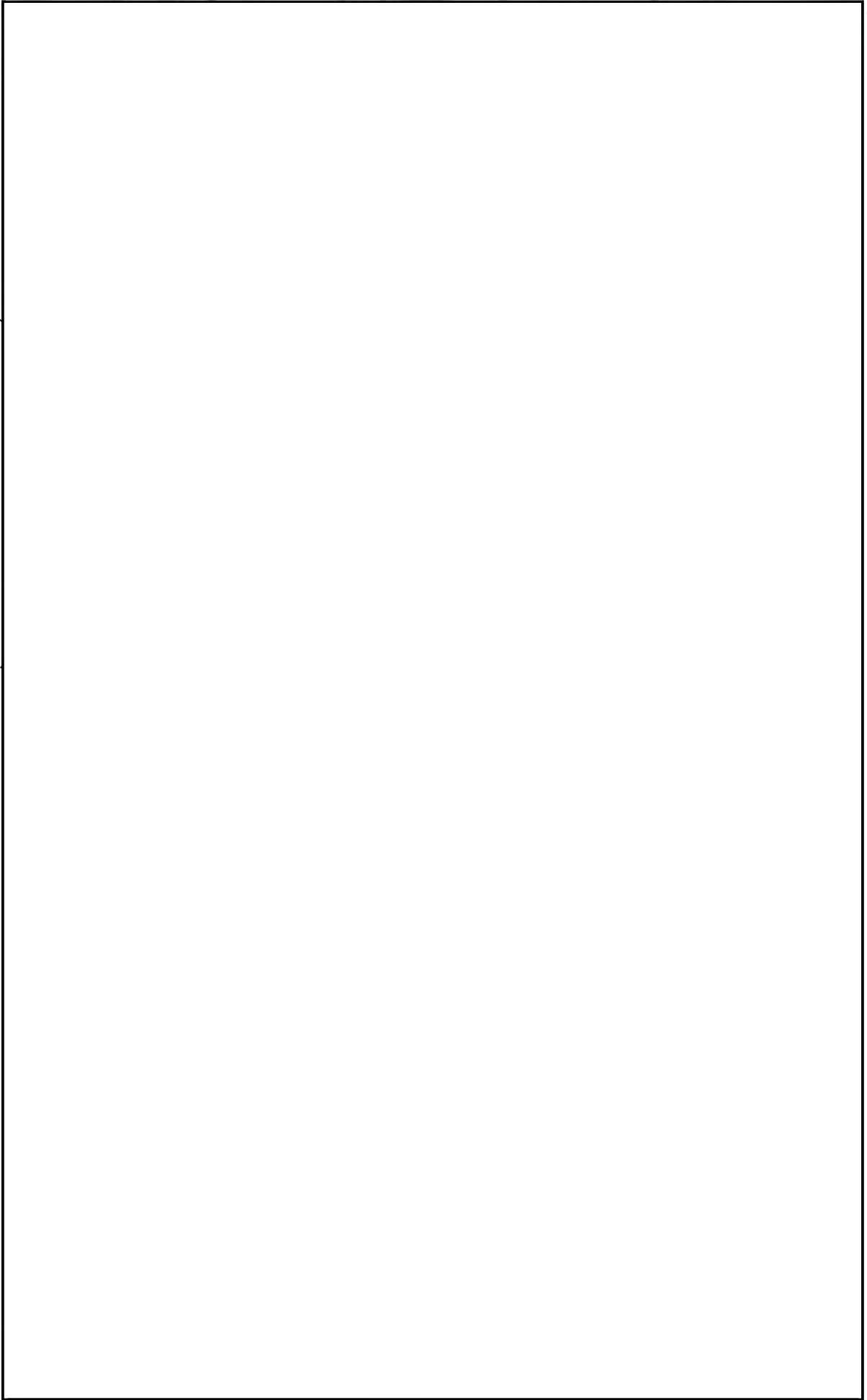
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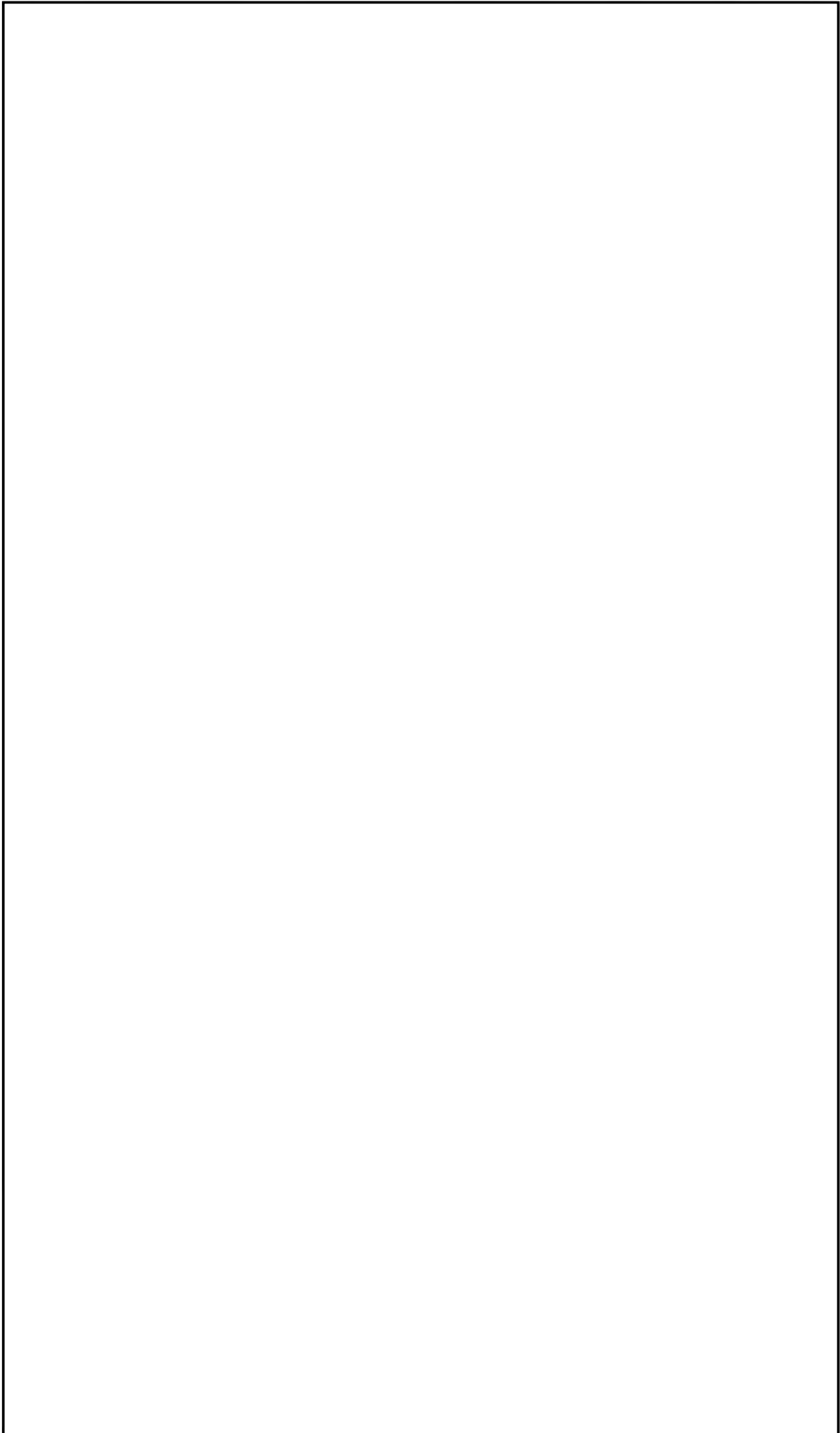
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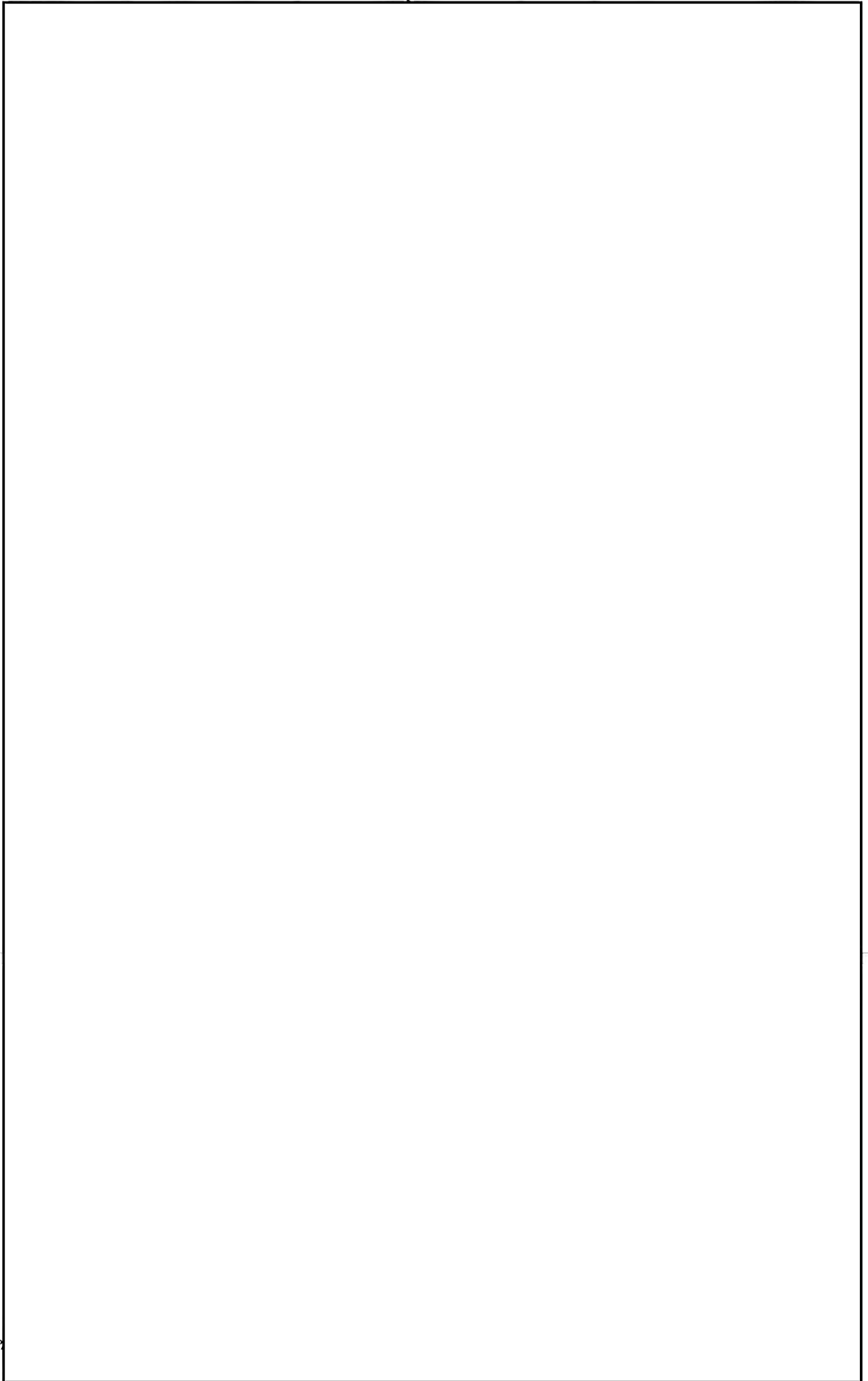


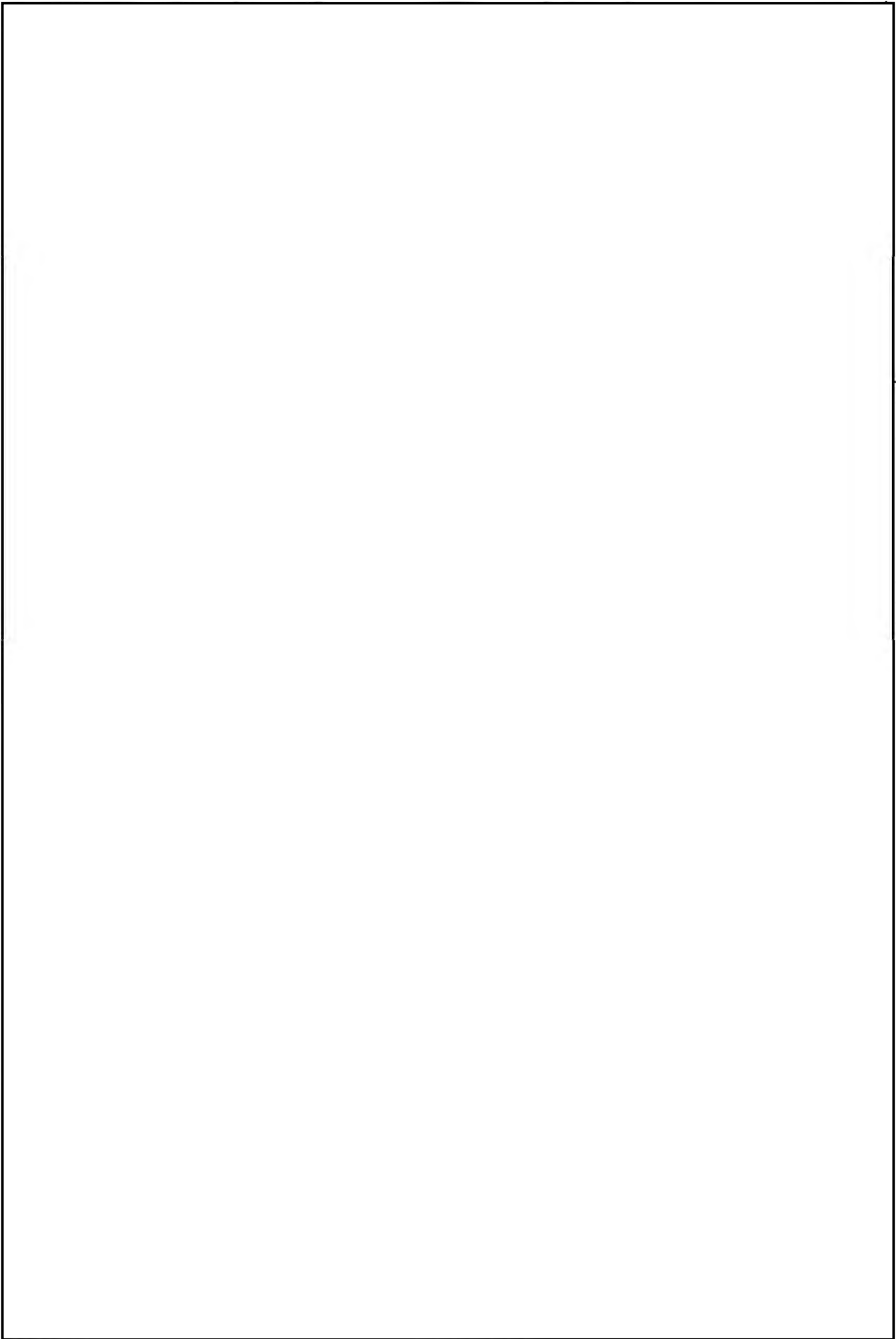










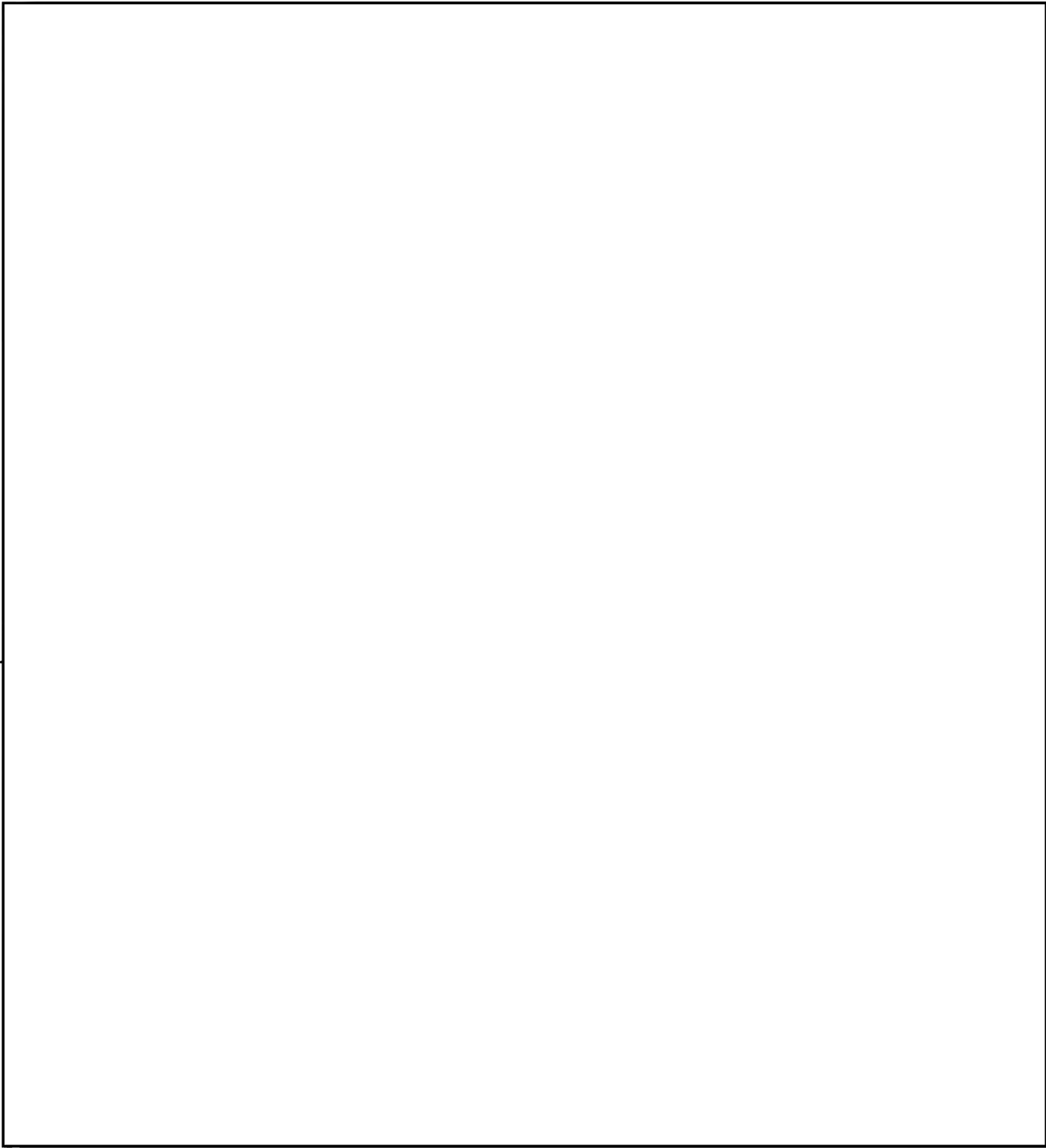




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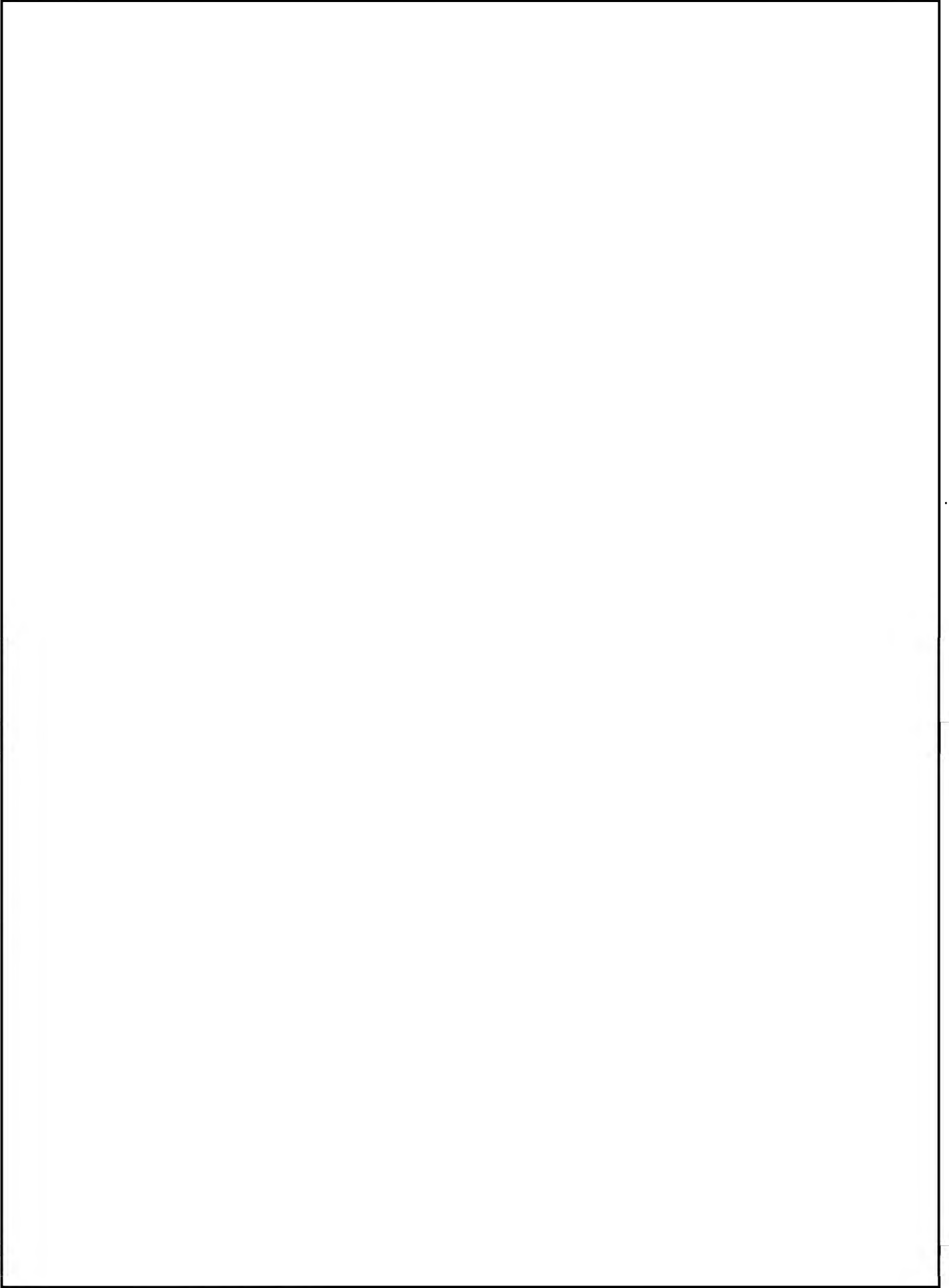
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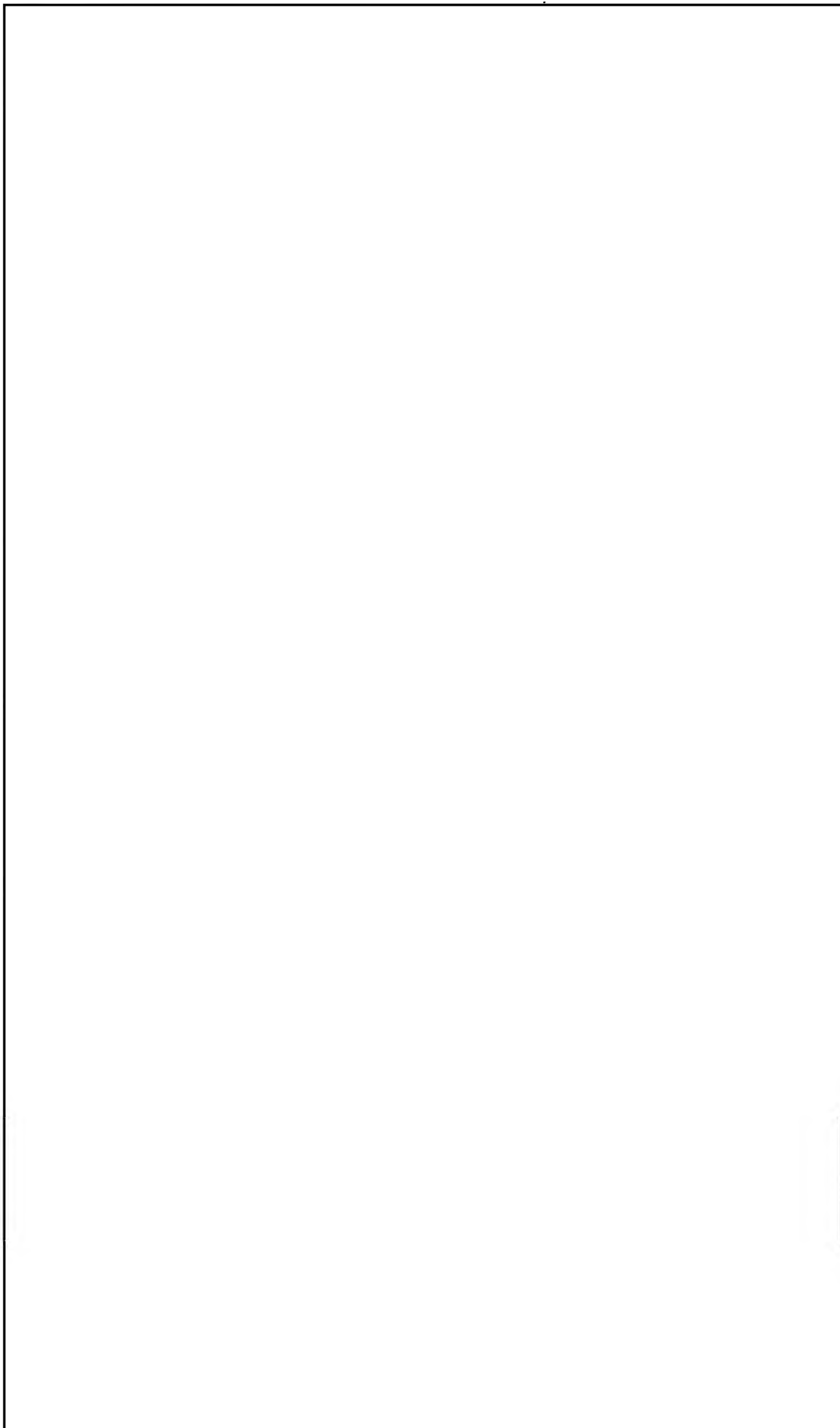
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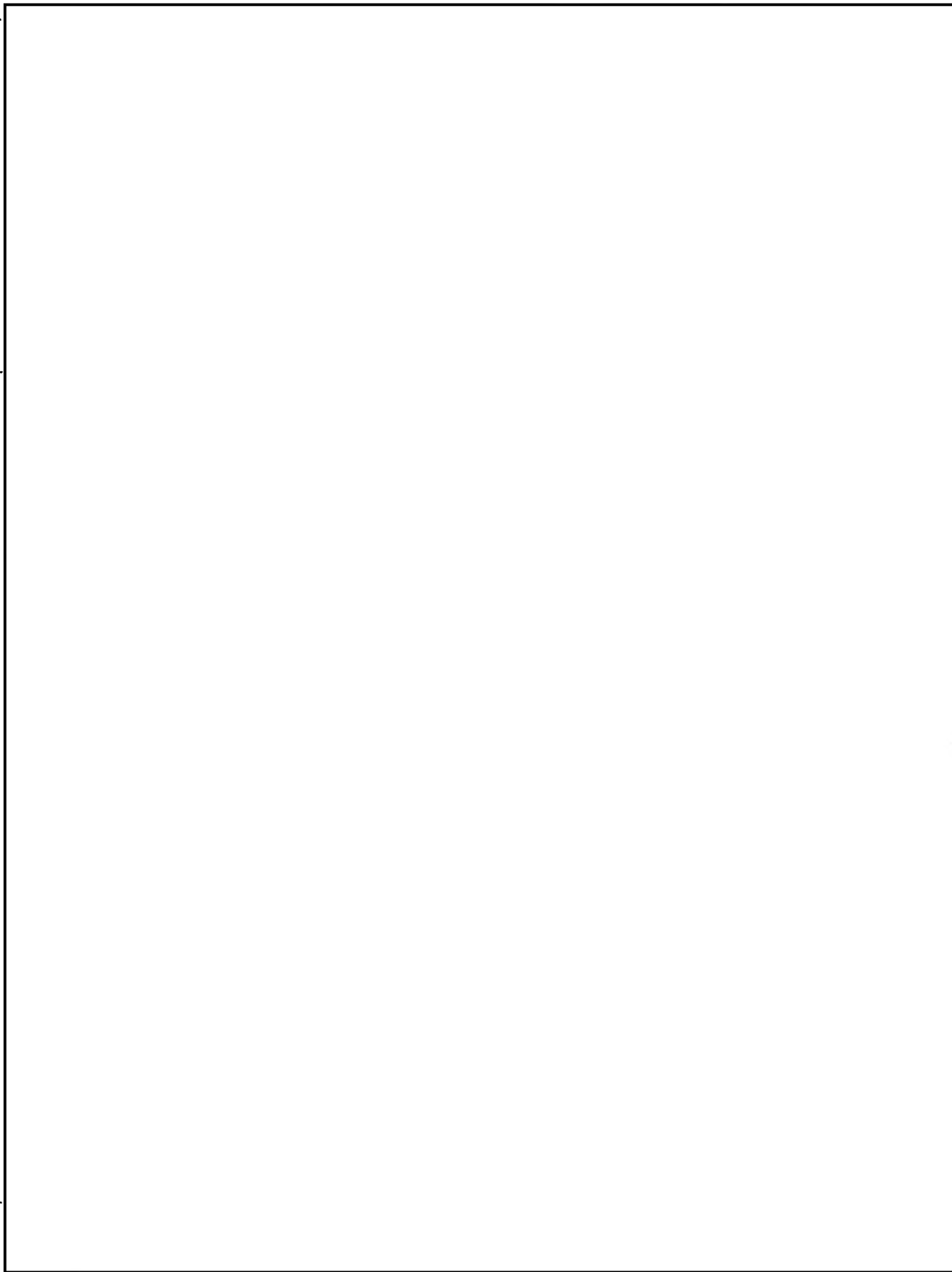
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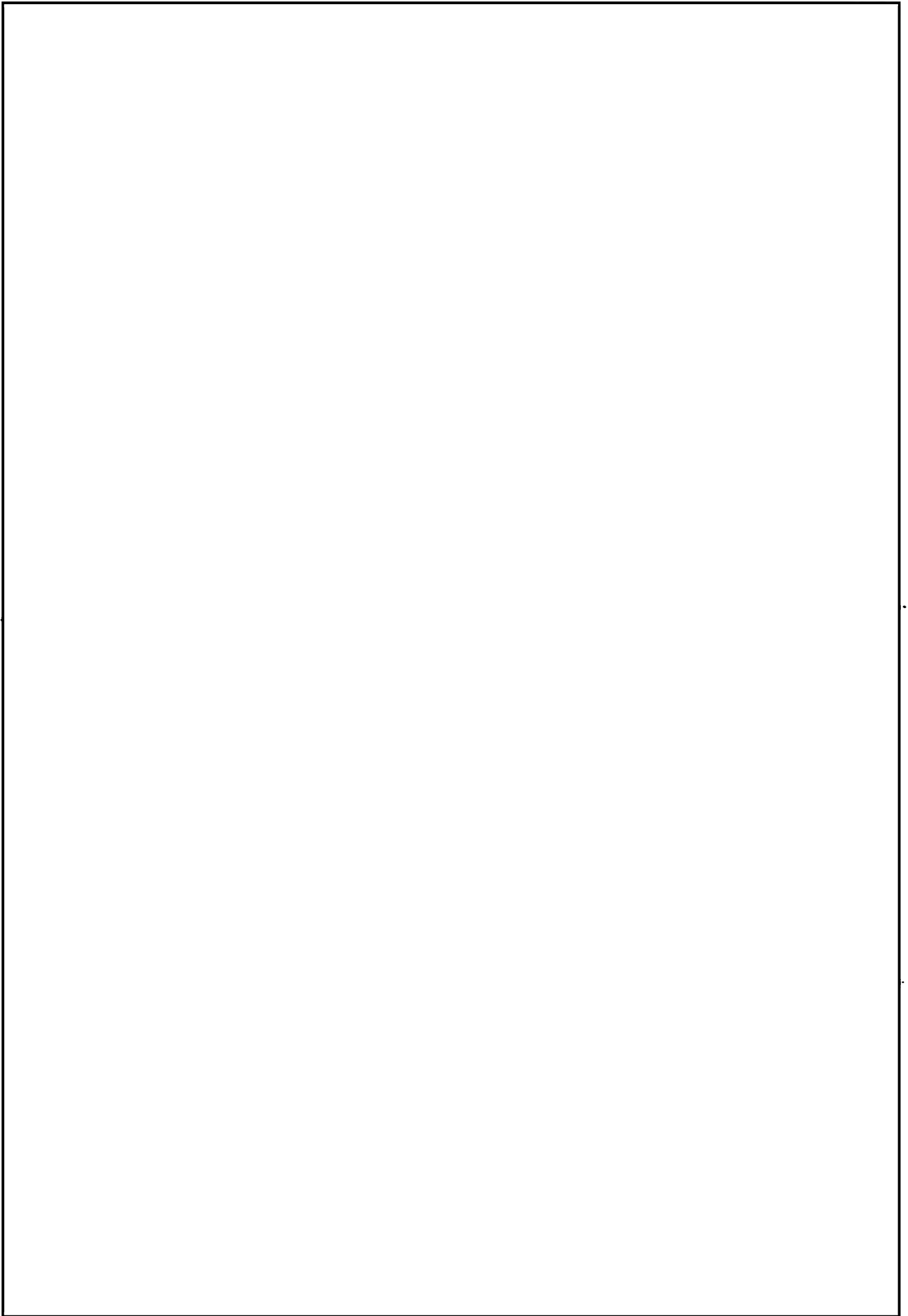
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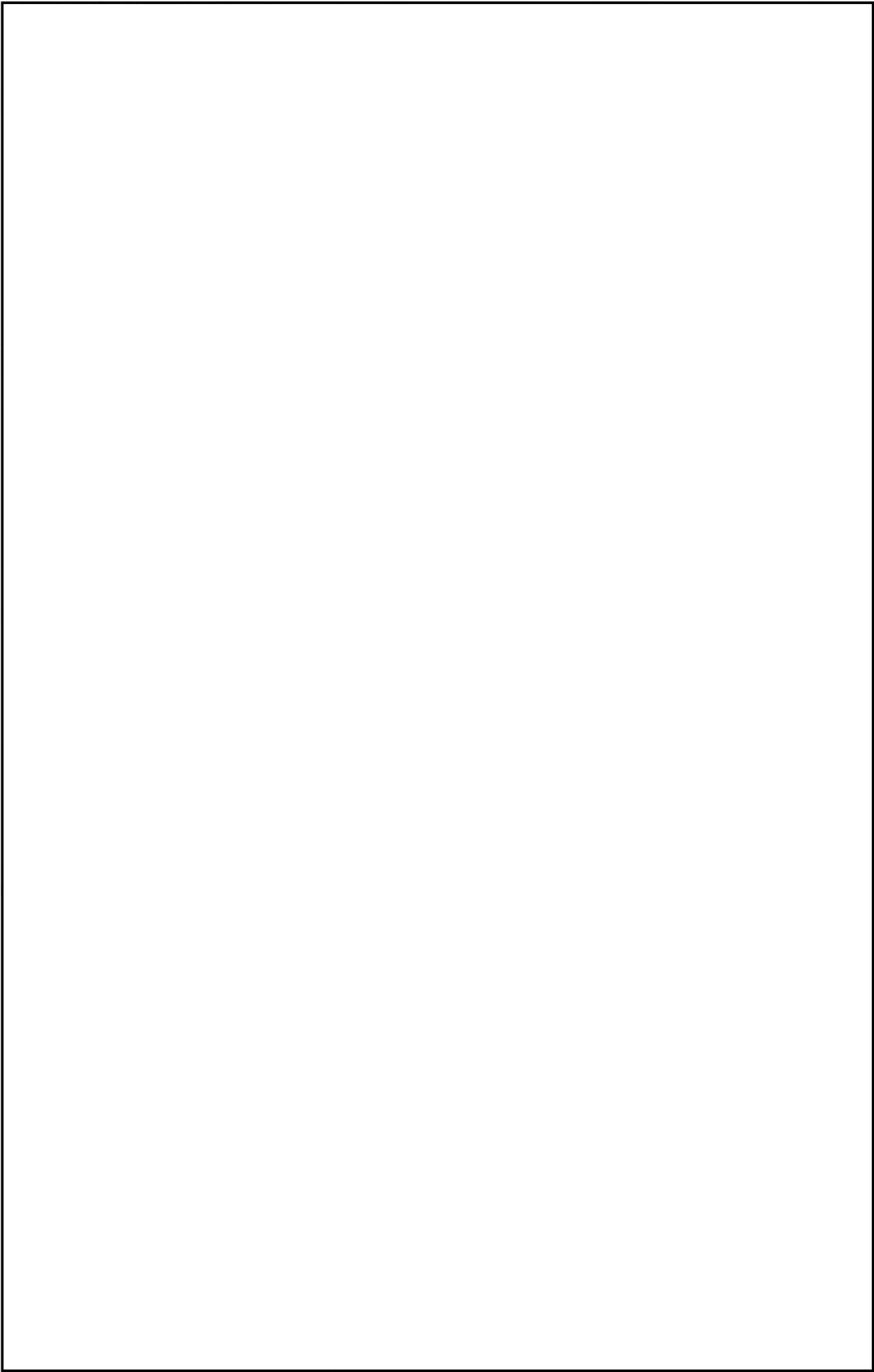
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